Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

OMB No 1545-0047

2006

Open to Public Inspection

A For the 2006 calendar year, or tax year beginning July 1 **, 2006, and ending** June 30 **, 20**07

B Check if applicable
- ☐ Address change
- ☐ Name change
- ☐ Initial return
- ☐ Final return
- ☒ Amended return
- ☐ Application pending

Please use IRS label or print or type See Specific Instructions

C Name of organization
North Dakota State University Development Foundation

Number and street (or P O box if mail is not delivered to street address) | Room/suite
PO BOX 5144

City or town, state or country, and ZIP + 4
FARGO, ND 58105-5144

D Employer identification number 23-7120898

E Telephone number 701-231-6800

F Accounting method ☐ Cash ☒ Accrual ☐ Other (specify) ▶

• **Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).**

H and I are not applicable to section 527 organizations
- H(a) Is this a group return for affiliates? ☐ Yes ☒ No
- H(b) If "Yes," enter number of affiliates ▶
- H(c) Are all affiliates included? ☐ Yes ☒ No (If "No," attach a list See instructions)
- H(d) Is this a separate return filed by an organization covered by a group ruling? ☐ Yes ☒ No
- I Group Exemption Number ▶
- M Check ▶ ☐ if the organization is **not** required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

G Website: ▶www.NDSUFOUNDATION.ORG

J Organization type (check only one) ▶ ☒ 501(c) (3) ◀ (insert no) ☐ 4947(a)(1) or ☐ 527

K Check here ▶ ☐ if the organization is not a 509(a)(3) supporting organization **and** its gross receipts are normally **not** more than $25,000 A return is not required, but if the organization chooses to file a return, be sure to file a complete return

L Gross receipts Add lines 6b, 8b, 9b, and 10b to line 12 ▶ 42,426,582

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances *(See the instructions)*

Revenue

1	Contributions, gifts, grants, and similar amounts received						
a	Contributions to donor advised funds			1a			
b	Direct public support (not included on line 1a)			1b	13,457,257		
c	Indirect public support (not included on line 1a)			1c			
d	Government contributions (grants) (not included on line 1a)			1d			
e	**Total** (add lines 1a through 1d) (cash $ 9,933,987 noncash $ 3,523,270)					1e	13,457,257
2	Program service revenue including government fees and contracts (from Part VII, line 93)					2	335,224
3	Membership dues and assessments					3	
4	Interest on savings and temporary cash investments					4	621,836
5	Dividends and interest from securities					5	1,824,080
6a	Gross rents			6a	1,602,409		
b	Less: rental expenses			6b	504,672		
c	Net rental income or (loss). Subtract line 6b from line 6a					6c	1,097,737
7	Other investment income (describe ▶ Oil royalties)					7	352,625
8a	Gross amount from sales of assets other than inventory	(A) Securities	23,632,519	8a	(B) Other 421,009		
b	Less cost or other basis and sales expenses		19,120,276	8b	349,963		
c	Gain or (loss) (attach schedule)		4,512,243	8c	71,046		
d	Net gain or (loss). Combine line 8c, columns (A) and (B)					8d	4,583,289
9	Special events and activities (attach schedule) If any amount is from gaming, check here ▶ ☐						
a	Gross revenue (not including $ 222,171 of contributions reported on line 1b)			9a	65,880		
b	Less direct expenses other than fundraising expenses			9b	38,144		
c	Net income or (loss) from special events Subtract line 9b from line 9a					9c	27,736
10a	Gross sales of inventory, less returns and allowances			10a			
b	Less: cost of goods sold			10b			
c	Gross profit or (loss) from sales of inventory (attach schedule) Subtract line 10b from line 10a					10c	0
11	Other revenue (from Part VII, line 103)					11	113,743
12	**Total revenue.** Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11					12	22,413,527

Expenses

13	Program services (from line 44, column (B))	13	7,450,333
14	Management and general (from line 44, column (C))	14	1,843,679
15	Fundraising (from line 44, column (D))	15	1,696,066
16	Payments to affiliates (attach schedule)	16	
17	**Total expenses.** Add lines 16 and 44, column (A)	17	10,990,078

Net Assets

18	Excess or (deficit) for the year Subtract line 17 from line 12	18	11,423,449
19	Net assets or fund balances at beginning of year (from line 73, column (A))	19	104,117,429
20	Other changes in net assets or fund balances (attach explanation)	20	8,239,158
21	Net assets or fund balances at end of year Combine lines 18, 19, and 20	21	123,780,036

INTERNAL REVENUE SERVICE
W&I FIELD ASSISTANCE
FARGO, ND 58102
JUN 25 2010
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Part II Statement of Functional Expenses All organizations must complete column (A) Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others (*See the instructions*)

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I		(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach schedule) (cash $ ____ noncash $ ____) If this amount includes foreign grants, check here ▶ ☐	22a	0			
22b Other grants and allocations (attach schedule) (cash $ 6,379,689 noncash $ ____) If this amount includes foreign grants, check here ▶ ☐	22b	6,379,689	6,379,689		
23 Specific assistance to individuals (attach schedule)	23	0			
24 Benefits paid to or for members (attach schedule)	24	0			
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A (attach schedule)	25a	358,735	88,842	98,092	171,801
b Compensation of former officers, directors, key employees, etc listed in Part V-B (attach schedule)	25b	0			
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)	25c	0			
26 Salaries and wages of employees not included on lines 25a, b, and c	26	1,352,297	324,551	419,212	608,534
27 Pension plan contributions not included on lines 25a, b, and c	27	114,596	27,503	35,525	51,568
28 Employee benefits not included on lines 25a – 27	28	277,719	66,652	86,093	124,974
29 Payroll taxes	29	102,700	24,648	31,837	46,215
30 Professional fundraising fees	30	0			
31 Accounting fees	31	23,150		23,150	
32 Legal fees	32	9,931		9,931	
33 Supplies	33	77,214	34,746	23,164	19,304
34 Telephone	34	50,653	13,783	6,892	29,978
35 Postage and shipping	35	79,662	29,475	23,102	27,085
36 Occupancy	36	188,166	27,573	119,233	41,360
37 Equipment rental and maintenance	37	124,797	34,943	76,126	13,728
38 Printing and publications	38	101,279	54,266	23,506	23,507
39 Travel	39	224,526	56,132	22,452	145,942
40 Conferences, conventions, and meetings	40	35,398	7,080	17,699	10,619
41 Interest	41	240,660		240,660	
42 Depreciation, depletion, etc (attach schedule)	42	861,885	158,813	464,852	238,220
43 Other expenses not covered above (itemize)					
a Public relations	43a	222,148	100,098	8,349	113,701
b Dues & subscriptions	43b	22,830	1,141	12,557	9,132
c Taxes & insurance	43c	33,608		33,608	
d Life insurance premiums	43d	18,942		18,942	
e Computer expenses	43e	67,992	20,398	27,196	20,398
f Credit card & other bank fees	43f	21,501		21,501	
g	43g	0			
44 **Total functional expenses.** Add lines 22a through 43g (Organizations completing columns (B)–(D), carry these totals to lines 13–15)	44	10,990,078	7,450,333	1,843,679	1,696,066

Joint Costs. Check ▶ ☐ if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in **(B)** Program services? ▶ ☐ **Yes** ☒ **No**

If "Yes," enter **(i)** the aggregate amount of these joint costs $ ____, **(ii)** the amount allocated to Program services $ ____; **(iii)** the amount allocated to Management and general $ ____, and **(iv)** the amount allocated to Fundraising $ ____

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Part III Statement of Program Service Accomplishments *(See the instructions.)*

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

	Program Service Expenses (Required for 501(c)(3) and (4) orgs. and 4947(a)(1) trusts but optional for others.)
What is the organization's primary exempt purpose? ▶ acquire resources to support ND State University All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	
a Scholarships and awards to students enrolled at North Dakota State University (Grants and allocations $ 4,010,194) If this amount includes foreign grants, check here ▶ ☐	4,010,194
b Grants to North Dakota State University for buildings, equipment, research, lectures, faculty development, supplies, travel and other departmental needs and activities not funded through state appropriations or student tuition and fees. (Grants and allocations $ 2,369,495) If this amount includes foreign grants, check here ▶ ☐	2,369,495
c Alumni records, newsletters and special events such as Homecoming, reunions, city outreach visits, alumni awards, student recruiting and programming, and alumni/student exchanges. Sponsor university programs such as Presidential Masters, Harvest Bowl and Celebration of Excellence. (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	1,070,644
d (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
e Other program services (attach schedule) (Grants and allocations $) If this amount includes foreign grants, check here ▶ ☐	
f **Total of Program Service Expenses** (should equal line 44, column (B), Program services). . . . . ▶	7,450,333

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Part IV Balance Sheets *(See the instructions.)*

Note: *Where required, attached schedules and amounts within the description column should be for end-of-year amounts only*			(A) Beginning of year		(B) End of year
Assets					
45 Cash—non-interest-bearing			100	45	100
46 Savings and temporary cash investments			10,888,043	46	7,654,973
47a Accounts receivable	47a	2,610,889			
b Less: allowance for doubtful accounts	47b		3,519,574	47c	2,610,889
48a Pledges receivable	48a				
b Less: allowance for doubtful accounts	48b			48c	0
49 Grants receivable				49	
50a Receivables from current and former officers, directors, trustees, and key employees (attach schedule)				50a	
b Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) (attach schedule)				50b	
51a Other notes and loans receivable (attach schedule)	51a	1,442,354			
b Less: allowance for doubtful accounts	51b		1,101,957	51c	1,442,354
52 Inventories for sale or use				52	
53 Prepaid expenses and deferred charges			67,163	53	79,394
54a Investments—publicly-traded securities ▶ ☐ Cost ☒ FMV			83,243,682	54a	100,155,867
b Investments—other securities (attach schedule) ▶ ☐ Cost ☒ FMV			5,261,142	54b	6,670,702
55a Investments—land, buildings, and equipment: basis	55a	19,440,281			
b Less accumulated depreciation (attach schedule)	55b	2,453,281	11,305,172	55c	16,987,000
56 Investments—other (attach schedule)			162,933	56	152,451
57a Land, buildings, and equipment: basis	57a	7,896,408			
b Less: accumulated depreciation (attach schedule)	57b	1,512,191	4,135,054	57c	6,384,217
58 Other assets, including program-related investments (describe ▶ Acc'd interest & CSV of life insurance)			979,086	58	651,513
59 **Total assets** (must equal line 74). Add lines 45 through 58			120,663,906	59	142,789,460
Liabilities					
60 Accounts payable and accrued expenses			973,425	60	665,799
61 Grants payable				61	
62 Deferred revenue			6,101,677	62	6,986,497
63 Loans from officers, directors, trustees, and key employees (attach schedule)				63	
64a Tax-exempt bond liabilities (attach schedule)			8,949,397	64a	10,889,494
b Mortgages and other notes payable (attach schedule)			22,764	64b	19,774
65 Other liabilities (describe ▶ Cash & investments held for others			499,214	65	447,860
66 **Total liabilities.** Add lines 60 through 65			16,546,477	66	19,009,424
Net Assets or Fund Balances					
Organizations that follow SFAS 117, check here ▶ ☒ and complete lines 67 through 69 and lines 73 and 74.					
67 Unrestricted			18,822,778	67	31,361,275
68 Temporarily restricted			14,488,527	68	17,216,145
69 Permanently restricted			70,806,124	69	75,202,616
Organizations that do not follow SFAS 117, check here ▶ ☐ and complete lines 70 through 74					
70 Capital stock, trust principal, or current funds				70	
71 Paid-in or capital surplus, or land, building, and equipment fund				71	
72 Retained earnings, endowment, accumulated income, or other funds				72	
73 **Total net assets or fund balances.** Add lines 67 through 69 **or** lines 70 through 72. (Column (A) **must** equal line 19 and column (B) **must** equal line 21)			104,117,429	73	123,780,036
74 **Total liabilities and net assets/fund balances.** Add lines 66 and 73			120,663,906	74	142,789,460

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Part IV-A Reconciliation of Revenue per Audited Financial Statements With Revenue per Return *(See the instructions.)*

a	Total revenue, gains, and other support per audited financial statements			a	31,084,310
b	Amounts included on line **a** but not on Part I, line 12:				
1	Net unrealized gains on investments	b1	8,087,821		
2	Donated services and use of facilities	b2			
3	Recoveries of prior year grants	b3			
4	Other (specify): reclassification of rental and event revenue and expenses	b4	584,951		
	Add lines **b1** through **b4**			b	8,672,772
c	Subtract line **b** from line **a**			c	22,411,538
d	Amounts included on Part I, line 12, but not on line **a**:				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify) report travel royalties as UBTI	d2	1,989		
	Add lines **d1** and **d2**			d	1,989
e	**Total revenue** (Part I, line 12). Add lines **c** and **d** ▶			e	22,413,527

Part IV-B Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

a	Total expenses and losses per audited financial statements			a	11,423,692
b	Amounts included on line **a** but not on Part I, line 17.				
1	Donated services and use of facilities	b1			
2	Prior year adjustments reported on Part I, line 20	b2			
3	Losses reported on Part I, line 20	b3			
4	Other (specify). reclassification of rental and event revenue and expenses	b4	584,951		
	Add lines **b1** through **b4**			b	584,951
c	Subtract line **b** from line **a**			c	10,838,741
d	Amounts included on Part I, line 17, but not on line **a**:				
1	Investment expenses not included on Part I, line 6b	d1			
2	Other (specify). Deferred compensation and travel allowance	d2	151,337		
	Add lines **d1** and **d2**			d	151,337
e	**Total expenses** (Part I, line 17). Add lines **c** and **d** ▶			e	10,990,078

Part V-A Current Officers, Directors, Trustees, and Key Employees (List each person who was an officer, director, trustee, or key employee at any time during the year even if they were not compensated.) *(See the instructions.)*

(A) Name and address	(B) Title and average hours per week devoted to position	(C) Compensation (If not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
James C. Miller 1358 N 12th St, Fargo, ND 58102	Executive Director 50	171,000	51,891	4,507
Joseph A. Chapman, President of NDSU PO Box 5256, Fargo, ND 58105	Trustee 5	151,337	0	0
Other officers and trustees (see attached detail)	Volunteer/Part-time 1	0	0	0

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Part V-A **Current Officers, Directors, Trustees, and Key Employees** *(continued)*

		Yes	No
75a Enter the total number of officers, directors, and trustees permitted to vote on organization business at board meetings ▶ 61			
b Are any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, related to each other through family or business relationships? If "Yes," attach a statement that identifies the individuals and explains the relationship(s)	75b	✓	
c Do any officers, directors, trustees, or key employees listed in Form 990, Part V-A, or highest compensated employees listed in Schedule A, Part I, or highest compensated professional and other independent contractors listed in Schedule A, Part II-A or II-B, receive compensation from any other organizations, whether tax exempt or taxable, that are related to the organization? See the instructions for the definition of "related organization." ▶	75c		✓
If "Yes," attach a statement that includes the information described in the instructions.			
d Does the organization have a written conflict of interest policy?	75d	✓	

Part V-B **Former Officers, Directors, Trustees, and Key Employees That Received Compensation or Other Benefits** (If any former officer, director, trustee, or key employee received compensation or other benefits (described below) during the year, list that person below and enter the amount of compensation or other benefits in the appropriate column. See the instructions.)

(A) Name and address	(B) Loans and Advances	(C) Compensation (if not paid, enter -0-)	(D) Contributions to employee benefit plans & deferred compensation plans	(E) Expense account and other allowances
None				

Part VI **Other Information** *(See the instructions.)*

		Yes	No
76 Did the organization make a change in its activities or methods of conducting activities? If "Yes," attach a detailed statement of each change	76		✓
77 Were any changes made in the organizing or governing documents but not reported to the IRS? If "Yes," attach a conformed copy of the changes.	77		✓
78a Did the organization have unrelated business gross income of $1,000 or more during the year covered by this return?	78a	✓	
b If "Yes," has it filed a tax return on Form 990-T for this year?	78b	✓	
79 Was there a liquidation, dissolution, termination, or substantial contraction during the year? If "Yes," attach a statement	79		✓
80a Is the organization related (other than by association with a statewide or nationwide organization) through common membership, governing bodies, trustees, officers, etc., to any other exempt or nonexempt organization?	80a	✓	
b If "Yes," enter the name of the organization ▶ Fossum Fdn (Ex), ND State Univ Alumni Assn (Ex); Kilbourne Design Group LLC (N); 650 NP Ave LLC (N) and check whether it is ☐ exempt or ☐ nonexempt			
81a Enter direct and indirect political expenditures. (See line 81 instructions.) 81a			
b Did the organization file Form 1120-POL for this year?	81b		✓

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Part VI Other Information *(continued)*

				Yes	No
82a	Did the organization receive donated services or the use of materials, equipment, or facilities at no charge or at substantially less than fair rental value?		82a	✓	
b	If "Yes," you may indicate the value of these items here Do not include this amount as revenue in Part I or as an expense in Part II. (See instructions in Part III.)	82b			
83a	Did the organization comply with the public inspection requirements for returns and exemption applications?		83a	✓	
b	Did the organization comply with the disclosure requirements relating to *quid pro quo* contributions?		83b	✓	
84a	Did the organization solicit any contributions or gifts that were not tax deductible?		84a	✓	
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		84b	✓	
85	*501(c)(4), (5), or (6) organizations.* a Were substantially all dues nondeductible by members?		85a		
b	Did the organization make only in-house lobbying expenditures of $2,000 or less?		85b		
	If "Yes" was answered to either 85a or 85b, **do not** complete 85c through 85h below unless the organization received a waiver for proxy tax owed for the prior year.				
c	Dues, assessments, and similar amounts from members	85c			
d	Section 162(e) lobbying and political expenditures	85d			
e	Aggregate nondeductible amount of section 6033(e)(1)(A) dues notices	85e			
f	Taxable amount of lobbying and political expenditures (line 85d less 85e)	85f			
g	Does the organization elect to pay the section 6033(e) tax on the amount on line 85f?		85g		
h	If section 6033(e)(1)(A) dues notices were sent, does the organization agree to add the amount on line 85f to its reasonable estimate of dues allocable to nondeductible lobbying and political expenditures for the following tax year?		85h		
86	*501(c)(7) orgs.* Enter a Initiation fees and capital contributions included on line 12	86a			
b	Gross receipts, included on line 12, for public use of club facilities	86b			
87	*501(c)(12) orgs.* Enter a Gross income from members or shareholders	87a			
b	Gross income from other sources. (Do not net amounts due or paid to other sources against amounts due or received from them.)	87b			
88a	At any time during the year, did the organization own a 50% or greater interest in a taxable corporation or partnership, or an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Part IX		88a		✓
b	At any time during the year, did the organization, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Part XI ▶		88b		✓
89a	*501(c)(3) organizations.* Enter: Amount of tax imposed on the organization during the year under: section 4911 ▶ -0-; section 4912 ▶ -0-; section 4955 ▶ -0-				
b	*501(c)(3) and 501(c)(4) orgs* Did the organization engage in any section 4958 excess benefit transaction during the year or did it become aware of an excess benefit transaction from a prior year? If "Yes," attach a statement explaining each transaction		89b		✓
c	Enter: Amount of tax imposed on the organization managers or disqualified persons during the year under sections 4912, 4955, and 4958 ▶ -0-				
d	Enter. Amount of tax on line 89c, above, reimbursed by the organization ▶ -0-				
e	*All organizations.* At any time during the tax year, was the organization a party to a prohibited tax shelter transaction?		89e		✓
f	*All organizations.* Did the organization acquire a direct or indirect interest in any applicable insurance contract?		89f		✓
g	*For supporting organizations and sponsoring organizations maintaining donor advised funds.* Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		89g		

90a List the states with which a copy of this return is filed ▶ None

b Number of employees employed in the pay period that includes March 12, 2006 (See instructions.) 90b 78

91a The books are in care of ▶ Ronald G. Peterson Telephone no. ▶ (701) 231-6865

Located at ▶ 1241 N University Drive, Fargo, ND ZIP + 4 ▶ 58102-2524

		Yes	No
b At any time during the calendar year, did the organization have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	91b		✓

If "Yes," enter the name of the foreign country ▶

See the instructions for exceptions and filing requirements for **Form TD F 90-22.1**, Report of Foreign Bank and Financial Accounts.

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Part VI Other Information *(continued)*

			Yes	No
c	At any time during the calendar year, did the organization maintain an office outside of the United States? If "Yes," enter the name of the foreign country ▶	91c		✓
92	*Section 4947(a)(1) nonexempt charitable trusts filing Form 990 in lieu of Form 1041*—Check here ▶ ☐ and enter the amount of tax-exempt interest received or accrued during the tax year ▶ 92			

Part VII Analysis of Income-Producing Activities *(See the instructions.)*

Note: *Enter gross amounts unless otherwise indicated.*	Unrelated business income		Excluded by section 512, 513, or 514		(E) Related or exempt function income
	(A) Business code	(B) Amount	(C) Exclusion code	(D) Amount	
93 Program service revenue:					
a Travel program royalties	561500	1,989			
b Insurance program royalties	524298	1,279			
c					
d					
e					
f Medicare/Medicaid payments					
g Fees and contracts from government agencies					331,956
94 Membership dues and assessments					
95 Interest on savings and temporary cash investments			14	621,836	
96 Dividends and interest from securities			14	1,824,080	
97 Net rental income or (loss) from real estate:					
a debt-financed property					
b not debt-financed property			16	1,097,737	
98 Net rental income or (loss) from personal property					
99 Other investment income			15	352,625	
100 Gain or (loss) from sales of assets other than inventory			18	4,583,289	
101 Net income or (loss) from special events			01	27,736	
102 Gross profit or (loss) from sales of inventory					
103 Other revenue: a Miscellaneous			01	38,743	
b Affinity credit card royalties			15	75,000	
c					
d					
e					
104 Subtotal (add columns (B), (D), and (E))		3,268		8,621,046	331,956

105 Total (add line 104, columns (B), (D), and (E)) ▶ 8,956,270

Note: *Line 105 plus line 1e, Part I, should equal the amount on line 12, Part I.*

Part VIII Relationship of Activities to the Accomplishment of Exempt Purposes *(See the instructions.)*

Line No. ▼	Explain how each activity for which income is reported in column (E) of Part VII contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes).
93g	The Foundation maintains records on all alumni and friends of North Dakota State University. These records are essential to the Foundation's exempt purpose of cultivating and soliciting alumni for the support of the university. These records also support the university's outreach efforts by providing names and addresses to which the university mails various official publications and correspondence.

Part IX Information Regarding Taxable Subsidiaries and Disregarded Entities *(See the instructions.)*

(A) Name, address, and EIN of corporation, partnership, or disregarded entity	(B) Percentage of ownership interest	(C) Nature of activities	(D) Total income	(E) End-of-year assets
	%			
	%			
	%			
	%			

Part X Information Regarding Transfers Associated with Personal Benefit Contracts *(See the instructions.)*

(a) Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☑ No

(b) Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☑ No

Note: *If "Yes" to (b), file Form 8870 and Form 4720 (see instructions)*

AS AMENDED

Part XI **Information Regarding Transfers To and From Controlled Entities.** *Complete only if the organization is a controlling organization as defined in section 512(b)(13).*

		Yes	No
106	Did the reporting organization make any transfers to a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity		✓

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
Totals				

		Yes	No
107	Did the reporting organization **receive** any transfers **from** a controlled entity as defined in section 512(b)(13) of the Code? If "Yes," complete the schedule below for each controlled entity.		✓

	(A) Name, address, of each controlled entity	(B) Employer Identification Number	(C) Description of transfer	(D) Amount of transfer
a				
b				
c				
Totals				

		Yes	No
108	Did the organization have a binding written contract in effect on August 17, 2006, covering the interest, rents, royalties, and annuities described in question 107 above?		✓

Please Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge

Ronald G. Peterson — 6/25/2010

Signature of officer Date

Ronald G. Peterson, Controller

Type or print name and title

Paid Preparer's Use Only

Preparer's signature	Date	Check if self-employed ☐	Preparer's SSN or PTIN (See Gen. Inst X)
Firm's name (or yours if self-employed), address, and ZIP + 4		EIN	
		Phone no ( )	

Printed on recycled paper

AS AMENDED

SCHEDULE A (Form 990 or 990-EZ)

Department of the Treasury Internal Revenue Service

Organization Exempt Under Section 501(c)(3)

(Except Private Foundation) and Section 501(e), 501(f), 501(k), 501(n), or 4947(a)(1) Nonexempt Charitable Trust

Supplementary Information—(See separate instructions.)

▶ MUST be completed by the above organizations and attached to their Form 990 or 990-EZ

OMB No 1545-0047

2006

Name of the organization: North Dakota State University Development Foundation

Employer identification number: 23 : 7120898

Part I Compensation of the Five Highest Paid Employees Other Than Officers, Directors, and Trustees (See page 2 of the instructions. List each one If there are none, enter "None ")

(a) Name and address of each employee paid more than $50,000	(b) Title and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans & deferred compensation	(e) Expense account and other allowances
Jason L. Wohlman 312 Edgewater Dr, West Fargo, ND 58078	Assoc Exec.Director/50 hrs	115,500	23,426	3,481
Sherri A. Schmidt 5075 Rose Creek Pkwy, Fargo, ND 58104	Assoc.Exec.Director/50 hrs	105,240	15,367	4,800
M. Scott Barrett 3338 - 19th St S, Fargo, ND 58103	Director,Planned Gvg/40 hrs	98,250	20,299	2,900
Ronald G. Peterson 48 - 16th Ave N, Fargo, ND 58102	Controller / 50 hrs	98,250	23,804	687
Leo Ringey 1220 - 6th St S, Fargo, ND 58103	Ass't Dir. Major Gifts/50 hrs	84,200	20,356	4,800
Total number of other employees paid over $50,000 ▶	3			

Part II-A Compensation of the Five Highest Paid Independent Contractors for Professional Services (See page 2 of the instructions. List each one (whether individuals or firms). If there are none, enter "None.")

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
None		
Total number of others receiving over $50,000 for professional services ▶ 0		

Part II-B Compensation of the Five Highest Paid Independent Contractors for Other Services (List each contractor who performed services other than professional services, whether individuals or firms. If there are none, enter "None." See page 2 of the instructions.)

(a) Name and address of each independent contractor paid more than $50,000	(b) Type of service	(c) Compensation
Blackbaud 2000 Daniel Island Dr, Charleston, SC 29492	Software consulting & maintenance	65,446
R L Engebretson 15 Broadway, Ste 205, Fargo, ND 58102	Architectural & Design	52,576
T L Stroh Architects 313 NP Ave, Fargo, ND 58102	Architectural	998,825
Total number of other contractors receiving over $50,000 for other services ▶ 0		

AS AMENDED

Part III Statements About Activities (See page 2 of the instructions.)

			Yes	No
1	During the year, has the organization attempted to influence national, state, or local legislation, including any attempt to influence public opinion on a legislative matter or referendum? If "Yes," enter the total expenses paid or incurred in connection with the lobbying activities ▶ $ ______ (Must equal amounts on line 38, Part VI-A, or line i of Part VI-B.)	1		✓
	Organizations that made an election under section 501(h) by filing Form 5768 must complete Part VI-A Other organizations checking "Yes" must complete Part VI-B AND attach a statement giving a detailed description of the lobbying activities.			
2	During the year, has the organization, either directly or indirectly, engaged in any of the following acts with any substantial contributors, trustees, directors, officers, creators, key employees, or members of their families, or with any taxable organization with which any such person is affiliated as an officer, director, trustee, majority owner, or principal beneficiary? *(If the answer to any question is "Yes," attach a detailed statement explaining the transactions.)*			
a	Sale, exchange, or leasing of property?	2a		✓
b	Lending of money or other extension of credit?	2b		✓
c	Furnishing of goods, services, or facilities?	2c		✓
d	Payment of compensation (or payment or reimbursement of expenses if more than $1,000)? See 990 Pt V-A	2d	✓	
e	Transfer of any part of its income or assets?	2e		✓
3a	Did the organization make grants for scholarships, fellowships, student loans, etc.? (If "Yes," attach an explanation of how the organization determines that recipients qualify to receive payments)	3a	✓	
b	Did the organization have a section 403(b) annuity plan for its employees?	3b	✓	
c	Did the organization receive or hold an easement for conservation purposes, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," attach a detailed statement	3c		✓
d	Did the organization provide credit counseling, debt management, credit repair, or debt negotiation services?	3d		✓
4a	Did the organization maintain any donor advised funds? If "Yes," complete lines 4b through 4g. If "No," complete lines 4f and 4g	4a		✓
b	Did the organization make any taxable distributions under section 4966?	4b		
c	Did the organization make a distribution to a donor, donor advisor, or related person?	4c		

d Enter the total number of donor advised funds owned at the end of the tax year ▶ ______

e Enter the aggregate value of assets held in all donor advised funds owned at the end of the tax year ▶ ______

f Enter the total number of separate funds or accounts owned at the end of the tax year (excluding donor advised funds included on line 4d) where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts ▶ 1

g Enter the aggregate value of assets held in all funds or accounts included on line 4f at the end of the tax year ▶ 1,032,522

AS AMENDED

Part IV Reason for Non-Private Foundation Status (See pages 4 through 7 of the instructions)

I certify that the organization is not a private foundation because it is. (Please check only ONE applicable box)

5 ☐ A church, convention of churches, or association of churches Section 170(b)(1)(A)(i).

6 ☐ A school Section 170(b)(1)(A)(ii) (Also complete Part V)

7 ☐ A hospital or a cooperative hospital service organization. Section 170(b)(1)(A)(iii)

8 ☐ A federal, state, or local government or governmental unit. Section 170(b)(1)(A)(v).

9 ☐ A medical research organization operated in conjunction with a hospital. Section 170(b)(1)(A)(iii) **Enter the hospital's name, city, and state** ▶

10 ☑ An organization operated for the benefit of a college or university owned or operated by a governmental unit Section 170(b)(1)(A)(iv) (Also complete the **Support Schedule** in Part IV-A)

11a ☐ An organization that normally receives a substantial part of its support from a governmental unit or from the general public. Section 170(b)(1)(A)(vi). (Also complete the **Support Schedule** in Part IV-A)

11b ☐ A community trust. Section 170(b)(1)(A)(vi) (Also complete the **Support Schedule** in Part IV-A.)

12 ☐ An organization that normally receives: **(1) more than 33⅓%** of its support from contributions, membership fees, and gross receipts from activities related to its charitable, etc., functions—subject to certain exceptions, and **(2) no more than 33⅓%** of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See section 509(a)(2). (Also complete the **Support Schedule** in Part IV-A)

13 ☐ An organization that is not controlled by any disqualified persons (other than foundation managers) and otherwise meets the requirements of section 509(a)(3). Check the box that describes the type of supporting organization

☐ Type I ☐ Type II ☐ Type III-Functionally Integrated ☐ Type III-Other

Provide the following information about the supported organizations. (See page 7 of the instructions)

(a) Name(s) of supported organization(s)	(b) Employer identification number (EIN)	(c) Type of organization (described in lines 5 through 12 above or IRC section)	(d) Is the supported organization listed in the supporting organization's governing documents?		(e) Amount of support
			Yes	No	
Total ▶					

14 ☐ An organization organized and operated to test for public safety Section 509(a)(4) (See page 7 of the instructions)

AS AMENDED

Part IV-A **Support Schedule** (Complete only if you checked a box on line 10, 11, or 12.) *Use cash method of accounting*

Note: *You may use the worksheet in the instructions for converting from the accrual to the cash method of accounting*

Calendar year (or fiscal year beginning in) ▶	(a) 2005	(b) 2004	(c) 2003	(d) 2002	(e) Total
15 Gifts, grants, and contributions received (Do not include unusual grants. See line 28.)	13,823,062	12,740,249	9,600,865	8,259,917	44,424,093
16 Membership fees received					
17 Gross receipts from admissions, merchandise sold or services performed, or furnishing of facilities in any activity that is related to the organization's charitable, etc, purpose	54,680	51,295	48,750	31,961	186,686
18 Gross income from interest, dividends, amounts received from payments on securities loans (section 512(a)(5)), rents, royalties, and unrelated business taxable income (less section 511 taxes) from businesses acquired by the organization after June 30, 1975	3,756,401	3,253,755	2,290,667	2,147,975	11,448,798
19 Net income from unrelated business activities not included in line 18	4,789	4,718	1,238	3,766	14,511
20 Tax revenues levied for the organization's benefit and either paid to it or expended on its behalf					
21 The value of services or facilities furnished to the organization by a governmental unit without charge Do not include the value of services or facilities generally furnished to the public without charge					
22 Other income. Attach a schedule Do not include gain or (loss) from sale of capital assets	1,500,435	336,955	283,249	307,472	2,428,111
23 Total of lines 15 through 22	19,139,367	16,386,972	12,224,769	10,751,091	58,502,199
24 Line 23 minus line 17	19,084,687	16,335,677	12,176,019	10,719,130	58,315,513
25 Enter 1% of line 23	191,394	163,870	12,248	107,511	

26 **Organizations described on lines 10 or 11:** a Enter 2% of amount in column (e), line 24 ▶ 26a 1,166,310

b Prepare a list for your records to show the name of and amount contributed by each person (other than a governmental unit or publicly supported organization) whose total gifts for 2002 through 2005 exceeded the amount shown in line 26a **Do not file this list with your return.** Enter the total of all these excess amounts ▶ 26b 13,445,410

c Total support for section 509(a)(1) test: Enter line 24, column (e) ▶ 26c 58,315,513

d Add: Amounts from column (e) for lines 18 11,448,798 19 14,511 22 2,428,111 26b 13,445,410 ▶ 26d 27,336,830

e Public support (line 26c minus line 26d total) ▶ 26e 30,978,683

f **Public support percentage (line 26e (numerator) divided by line 26c (denominator))** ▶ 26f 53 %

27 **Organizations described on line 12:** a For amounts included in lines 15, 16, and 17 that were received from a "disqualified person," prepare a list for your records to show the name of, and total amounts received in each year from, each "disqualified person" **Do not file this list with your return.** Enter the sum of such amounts for each year.

(2005) .... (2004) .... (2003) .... (2002) ....

b For any amount included in line 17 that was received from each person (other than "disqualified persons"), prepare a list for your records to show the name of, and amount received for each year, that was more than the **larger** of (1) the amount on line 25 for the year or (2) $5,000. (Include in the list organizations described in lines 5 through 11b, as well as individuals.) **Do not file this list with your return.** After computing the difference between the amount received and the larger amount described in (1) or (2), enter the sum of these differences (the excess amounts) for each year:

(2005) .... (2004) .... (2003) .... (2002) ....

c Add: Amounts from column (e) for lines: 15 ______ 16 ______ 17 ______ 20 ______ 21 ______ ▶ 27c

d Add. Line 27a total ______ and line 27b total ______ ▶ 27d

e Public support (line 27c total minus line 27d total) ▶ 27e

f Total support for section 509(a)(2) test: Enter amount from line 23, column (e) ▶ 27f

g **Public support percentage (line 27e (numerator) divided by line 27f (denominator))** ▶ 27g %

h **Investment income percentage (line 18, column (e) (numerator) divided by line 27f (denominator)).** ▶ 27h %

28 **Unusual Grants:** For an organization described in line 10, 11, or 12 that received any unusual grants during 2002 through 2005, prepare a list for your records to show, for each year, the name of the contributor, the date and amount of the grant, and a brief description of the nature of the grant **Do not file this list with your return.** Do not include these grants in line 15

AS AMENDED

Part V **Private School Questionnaire** (See page 9 of the instructions.)
(To be completed ONLY by schools that checked the box on line 6 in Part IV) N/A

		Line	Yes	No
29	Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	29		
30	Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	30		
31	Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves?	31		
	If "Yes," please describe; if "No," please explain. (If you need more space, attach a separate statement.)			
32	Does the organization maintain the following:			
a	Records indicating the racial composition of the student body, faculty, and administrative staff?	32a		
b	Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	32b		
c	Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	32c		
d	Copies of all material used by the organization or on its behalf to solicit contributions?	32d		
	If you answered "No" to any of the above, please explain (If you need more space, attach a separate statement.)			
33	Does the organization discriminate by race in any way with respect to:			
a	Students' rights or privileges?	33a		
b	Admissions policies?	33b		
c	Employment of faculty or administrative staff?	33c		
d	Scholarships or other financial assistance?	33d		
e	Educational policies?	33e		
f	Use of facilities?	33f		
g	Athletic programs?	33g		
h	Other extracurricular activities?	33h		
	If you answered "Yes" to any of the above, please explain (If you need more space, attach a separate statement.)			
34a	Does the organization receive any financial aid or assistance from a governmental agency?	34a		
b	Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either 34a or b, please explain using an attached statement.	34b		
35	Does the organization certify that it has complied with the applicable requirements of sections 4.01 through 4.05 of Rev. Proc. 75-50, 1975-2 C.B. 587, covering racial nondiscrimination? If "No," attach an explanation	35		

AS AMENDED

Part VI-A **Lobbying Expenditures by Electing Public Charities** (See page 10 of the instructions.) N/A
(To be completed ONLY by an eligible organization that filed Form 5768)

Check ▶ a ☐ if the organization belongs to an affiliated group. Check ▶ b ☐ if you checked "a" and "limited control" provisions apply

Limits on Lobbying Expenditures (The term "expenditures" means amounts paid or incurred.)		(a) Affiliated group totals	(b) To be completed for all electing organizations
36 Total lobbying expenditures to influence public opinion (grassroots lobbying)	36		
37 Total lobbying expenditures to influence a legislative body (direct lobbying)	37		
38 Total lobbying expenditures (add lines 36 and 37)	38		
39 Other exempt purpose expenditures	39		
40 Total exempt purpose expenditures (add lines 38 and 39)	40		
41 Lobbying nontaxable amount. Enter the amount from the following table—			
If the amount on line 40 is— / The lobbying nontaxable amount is—			
Not over $500,000 — 20% of the amount on line 40			
Over $500,000 but not over $1,000,000 — $100,000 plus 15% of the excess over $500,000			
Over $1,000,000 but not over $1,500,000 — $175,000 plus 10% of the excess over $1,000,000	41		
Over $1,500,000 but not over $17,000,000 — $225,000 plus 5% of the excess over $1,500,000			
Over $17,000,000 — $1,000,000			
42 Grassroots nontaxable amount (enter 25% of line 41)	42		
43 Subtract line 42 from line 36. Enter -0- if line 42 is more than line 36	43		
44 Subtract line 41 from line 38. Enter -0- if line 41 is more than line 38	44		

Caution: *If there is an amount on either line 43 or line 44, you must file Form 4720.*

4-Year Averaging Period Under Section 501(h)

(Some organizations that made a section 501(h) election do not have to complete all of the five columns below. See the instructions for lines 45 through 50 on page 13 of the instructions.)

	Lobbying Expenditures During 4-Year Averaging Period				
Calendar year (or fiscal year beginning in) ▶	(a) 2006	(b) 2005	(c) 2004	(d) 2003	(e) Total
45 Lobbying nontaxable amount					
46 Lobbying ceiling amount (150% of line 45(e))					
47 Total lobbying expenditures					
48 Grassroots nontaxable amount					
49 Grassroots ceiling amount (150% of line 48(e))					
50 Grassroots lobbying expenditures					

Part VI-B **Lobbying Activity by Nonelecting Public Charities**
(For reporting only by organizations that did not complete Part VI-A) (See page 13 of the instructions.)

During the year, did the organization attempt to influence national, state or local legislation, including any attempt to influence public opinion on a legislative matter or referendum, through the use of:	Yes	No	Amount
a Volunteers		✓	
b Paid staff or management (Include compensation in expenses reported on lines c through h.)		✓	
c Media advertisements		✓	
d Mailings to members, legislators, or the public		✓	
e Publications, or published or broadcast statements		✓	
f Grants to other organizations for lobbying purposes		✓	
g Direct contact with legislators, their staffs, government officials, or a legislative body		✓	
h Rallies, demonstrations, seminars, conventions, speeches, lectures, or any other means		✓	
i Total lobbying expenditures (Add lines c through h.)			-0-

If "Yes" to any of the above, also attach a statement giving a detailed description of the lobbying activities

AS AMENDED

Part VII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations (See page 13 of the instructions)

51 Did the reporting organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

		Yes	No
a Transfers from the reporting organization to a noncharitable exempt organization of			
(i) Cash	51a(i)		✓
(ii) Other assets	a(ii)		✓
b Other transactions:			
(i) Sales or exchanges of assets with a noncharitable exempt organization	b(i)		✓
(ii) Purchases of assets from a noncharitable exempt organization	b(ii)		✓
(iii) Rental of facilities, equipment, or other assets	b(iii)		✓
(iv) Reimbursement arrangements	b(iv)		✓
(v) Loans or loan guarantees	b(v)		✓
(vi) Performance of services or membership or fundraising solicitations	b(vi)		✓
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	c		✓

d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

(a) Line no.	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

52a Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ▶ ☐ Yes ☑ No

b If "Yes," complete the following schedule:

(a) Name of organization	(b) Type of organization	(c) Description of relationship

AS AMENDED

The organization is amending Form 990 to include in gross wages amounts for Dr. Joseph Chapman which were no longer subject to a substantial risk of forfeiture for a participant in the organization's ineligible section 457 deferred compensation plan. Dr. Chapman is president of North Dakota State University and a Trustee of North Dakota State University Development Foundation The organization is a tax-exempt organization and is subject to section 457(f). At the time of filing the original Form 990, the taxpayer was not aware of this section 457(f) requirement and had understood that the amount payable to the participant for the deferred compensation plan was to be expensed as gross wages only when payments were actually made in connection with the plan. This was an inadvertent error, and there was no intentional disregard of these reporting requirements on the part of the organization Part V-A of Form 990 has been amended to reflect the deferred compensation as well as additional travel reimbursement for Joseph Chapman

In addition, line 20 of Form 990, page 1, is being amended to reflect the reconciling item for adjustment to wages for Joseph Chapman.

NORTH DAKOTA STATE UNIVERSITY DEVELOPMENT FOUNDATION
TAXABLE YEAR ENDED JUNE 30, 2007
23-7120898

FORM 990, PART I, LINE 9 - SPECIAL EVENTS AND ACTIVITIES

Ticket revenue and direct expenses of Bison Bidders Bowl, the Foundation's annual charity din

FORM 990, PART I, LINE 20 - OTHER CHANGES IN FUND BALANCE

Unrealized appreciation on investments $8,087,821, Deferred compensation and travel allowance $151,337 — $ 8,239,158

FORM 990, PART IV - INVESTMENTS

line 54a	Corporate stocks	$ 77,834,475	
	Corporate bonds	17,978,620	
	Government bonds and securities	4,342,772	$ 100,155,867
line 54b	Certificates of deposit	737,715	
	Limited partnership interests	5,932,987	6,670,702
line 56	Other investments (mineral interests)	152,451	152,451

FORM 990, PART IV, LINE 55- INVESTMENTS - LAND, BLDGS AND EQUIPMENT

DESCRIPTION	BASIS	LIFE	METHOD	DEPREC. EXPENSE	ACC DEPR 06/30/07	NET BOOK VALUE
LAND	$ 2,138,802					$ 2,138,802
CONSTRUCTION IN PROG.	$ 5,226,210					$ 5,226,210
BLDGS & IMPROVEMENTS	12,075,269	VARIOUS	SL	671,547	2,453,281	9,621,988
	$ 19,440,281			$ 671,547	$ 2,453,281	$ 16,987,000

FORM 990, PART IV, LINE 57 - LAND, BUILDINGS AND EQUIPMENT

DESCRIPTION	BASIS	LIFE	METHOD	DEPREC. EXPENSE	ACC DEPR 06/30/07	NET BOOK VALUE
LAND	$ 925,866			$ 13,737	$ 101,502	$ 824,364
BLDGS & IMPROVEMENTS	3,596,192	VARIOUS	SL	75,289	656,905	2,939,287
FURNITURE & EQUIPMENT	3,269,821	VARIOUS	SL	87,994	650,261	2,619,560
COMPUTER SOFTWARE	104,529	VARIOUS	SL	2,178	103,523	1,006
	$ 7,896,408			$ 179,198	$ 1,512,191	$ 6,384,217

FORM 990, PART II, LINE 42 - DEPRECIATION EXPENSE	$ 850,745
- DEPLETION OF MINERAL RIGHTS	11,140
	$ 861,885

FORM 990, PART V-A, LINE 75b

Trustee Terry L. Stroh is President of T L Stroh Architects, the firm which is currently serving as architect for several building projects and is listed in Part II-B of Schedule A.

FORM 990, SCHEDULE A, PART III, LINE 3a:

Students receiving scholarships and awards must be enrolled at North Dakota State University, selected by a scholarship committee, and approved by the Office of Student Financial Services.

AS AMENDED

NOTES TO FINANCIAL STATEMENTS

CONTRACTS FOR DEED AND NOTE RECEIVABLES

	2007	2006
8% contract for deed, due in monthly installments of $465, including interest, to December 2019, secured by land and building	$ **43,978**	$ 45,950
9% contract for deed, due in annual installments of $9,859, including interest, to November 2008, secured by land	**17,343**	24,957
7.5% note receivable, interest due monthly and principal due April 2013, secured by personal property and assignment of leases	**1,000,000**	1,000,000
8% note receivable, unsecured	**31,050**	31,050
7% notes receivable, due in annual installments of $60,968 including interest, to January 31, 2012	**249,983**	-
7% contract for deed, due in annual installments of $16,000 including interest, to November 2014 plus final payment of $8,198 due November 2015, secured by land	**100,000**	-
	$ **1,442,354**	$ 1,101,957

Maturities of the contracts for deed and note receivables are as follows.

Year ending June 30,	Amount
2008	$ 62,903
2009	67,501
2010	62,577
2011	66,989
2012	71,714
Thereafter	1,110,670
	$ 1,442,354

/

AS AMENDED

NORTH DAKOTA STATE UNIVERSITY DEVELOPMENT FOUNDATION

EIN: 23-7120898 Year Ended June 30, 2007

FORM 990, Part IV, line 64a and 64b

NOTES TO FINANCIAL STATEMENTS

NOTES AND BONDS PAYABLE

	2007	2006
5.19% bonds payable, due in semi-annual installments of $80,645, including interest, to December 2018, secured by Alumni Center land and building-*	$ 1,383,710	$ 1,469,820
Variable rates bonds payable, 2.5%-4.7% at June 30, 2007, with semi-annual interest payments and annual installments of varying principal amounts, to November 2024, secured by equine center land and building-**	3,905,000	4,060,000
2.77% note payable, due in semi-annual installments of $1,800, including interest, to January 2013, unsecured	19,774	22,764
4.89% bonds payable due in semi-annual installments of of $165,998, including interest, to December 2020, secured by equipment- ***	3,252,784	3,419,577
6.86% note payable, due in quarterly installments of $80,730, including interest, to May 2017, secured by an airplane- ****	2,348,000	-
	$ 10,909,268	$ 8,972,161

*-The Foundation financed the construction of the NDSU Alumni Center Project through the sale of 20-year First Mortgage Revenue Bonds issued by Cass County, North Dakota. The Foundation has leased the property from the county for rental equal to the sum of the semi-annual principal and interest payments on the bonds. Under the terms of the lease, the Foundation is responsible for the real estate taxes, insurance, repairs and maintenance, and other costs incident to the ownership of the property. The leased property is included with property in the financial statements and the bonds have been recorded as a direct obligation of the Foundation. Ownership of the property will transfer to the Foundation when the bonds are repaid in full. The bonds are guaranteed by the Foundation.

**-The Foundation financed the construction of the NDSU Equine Center Project through the sale of 20-year University Facilities Revenue Bonds issued by Cass County, North Dakota. The Foundation has leased the property from the county for rental equal to the sum of the semi-annual principal and interest payments on the bonds. Under the terms of the lease, the Foundation is responsible for the real estate taxes, insurance, repairs and maintenance, and other costs incident to the ownership of the property. The leased property is included with property in the financial statements and the bonds have been recorded as a direct obligation of the Foundation. Ownership of the property will transfer to the Foundation when the bonds are repaid in full. The bonds are guaranteed by the Foundation. This property is subleased to North Dakota State University (NDSU) for rental equal to the sum of the semi-annual principal and interest payments on the bonds for the term of the bonds, plus all the costs incurred by the Foundation incident to ownership of the property. NDSU has an option to acquire the land and building at certain dates or upon full payment of the bonds.

(continued on next page)

AS AMENDED

NOTES TO FINANCIAL STATEMENTS

***- The Foundation financed the construction and equipping of office space, locker rooms, meeting rooms, and related facilities in the Fargodome for use by NDSU through the sale of 15-year University Facilities Revenue Bonds issued by Cass County, North Dakota. The Foundation has leased the space in the Fargodome from the City of Fargo and has financed the leasehold improvements and furniture, fixtures and equipment with proceeds of the bonds. The leasehold improvements and furniture, fixtures and equipment have been included with property in the financial statements and the bonds have been recorded as a direct obligation of the Foundation. The space, the leasehold improvements, and the furniture, fixtures and equipment have been subleased to North Dakota State University (NDSU) for rental equal to the sum of the annual Fargodome space rent plus the semi-annual principal and interest payments on the bonds plus all the costs incurred by the Foundation incident to the lease. NDSU's payments and/or bond principal will be reduced by contributions received by the Foundation for this project.

****-The Foundation entered into a ten-year financing agreement for the purchase of an aircraft. The Foundation has leased the aircraft to North Dakota State University for rental equal to the sum of the quarterly principal and interest payments on the loan for the life of the loan. The University is responsible for all costs incurred in operation and maintenance of the aircraft. Upon completion of loan payments, ownership of the aircraft will be transferred to North Dakota State University.

Debt maturities are as follows:

Year ending June 30,	Amount
2008	$ 624,894
2009	460,152
2010	821,997
2011	690,456
2012	730,625
Thereafter	7,581,144
	$ 10,909,268

AS AMENDED

2006-07
Form 990 (2006), Part V-A
Year ended June 30, 2007
Tax ID # 23-7120898

NORTH DAKOTA STATE UNIVERSITY DEVELOPMENT FOUNDATION
BOARD OF TRUSTEES

<u>JULY 2010</u>		
Dr. Dale O. Anderson		701/492-3123
4183 Furnberg Place South	FAX	701/250-9606
Fargo, ND 58104		
<u>JULY 2007</u>		
Richard D. Anderson		701/298-0111
2709 27 Street Southwest		
Fargo, ND 58103		
<u>JULY 2010</u>		
Robert W. Anderson		701/237-3605
Olaf Anderson & Son		
PO Box 2766		
Fargo, ND 58108-2766		
4248 Clubhouse Drive South		701/293-9492
Fargo, ND 58104		
<u>JULY 2009</u>		
Sally Berrell		701/235-2882
1216 Ninth Street South		
Fargo, ND 58103-3152		
7856 East Via Coste		480/951-9454
Scottsdale, AZ 85258-2842		
<u>JULY 2009</u>		
Shari Johnson Bremer		952/936-9312
14852 Richards Drive West		
Minnetonka, MN 55345-2064	FAX	952/936-0142
<u>JULY 2007</u>		
Barbara Burgum		952/404-1734
19380 Walden Trail		
Deephaven, MN 55391		
<u>JULY 2011</u>		
Robert E. Challey		925/932-6606
The Park Place Group		
2960 Camino Diablo, Suite 300	FAX	925/937-5029
Walnut Creek, CA 94596-3936		

AS AMENDED

<u>July 2007</u>		
Alf Clausen		661/298-8800
Karleigh Music Company		
18137 Marilla Street		
Northridge, CA 91325	FAX	661/298-8095
15266 Saddleback Road		661/298-8800
Canyon Country, CA 91387-4722		
<u>JULY 2007</u>		
Paul Cossette		763/522-2100
M. A. Mortenson Company		
700 Meadow Lane North	FAX	763/287-5430
Golden Valley, MN 55422		
5570 Shore Road		952/401-9048
Excelsior, MN 55331-9162		
<u>JULY 2010</u>		
Robert C. Dawson		701/237-3311
Dawson Insurance Agency	FAX	701/232-4442
PO Box 1958		
Fargo, ND 58107-1958		
1551 32 Street South #103		701/237-5632
Fargo, ND 58104		
<u>JULY 2010</u>		
Warren Diederich		701/282-4977
Industrial Builders	FAX	701/281-1409
PO Box 406		
Fargo, ND 58107-0406		
2509 East Country Club Drive		701/237-3927
Fargo, ND 58103-5732		
<u>JULY 2007</u>		
Spencer Duin		828/254-4068
48 Dover Street		
Asheville, NC 28804		
<u>JULY 2010</u>		
Dave Ekman		701/281-5355
Multiband		
2000 44 Street Southwest, #100		
Fargo, ND 58103		
1615 Round Hill Drive		701/293-8223
Fargo, ND 58104		

AS AMENDED

JULY 2009		
Larry Ellingson 9844 Red Bluff Drive		480/816-6411
Fountain Hills, AZ 85268	FAX	480/816-6461
JULY 2009		
Susan Freeman		701/293-0090
3321 23 Avenue South		
Fargo, ND 58103		
JULY 2009		
Michael E. Hanson		317/252-5662
1127 Iron Springs Court		
Indianapolis, IN 46240		
9344 Sweetgrass Way		239/254-9477
Naples, FL 34108		
JULY 2011		
Robert Heller		
10992 Mount Curve Road		952/944-6853
Eden Prairie, MN 55347-2910	FAX	952/941-7548
JULY 2010		
Michael J. Hofer		701/297-0305
Imaging Solutions		
2829 South University Drive		
Fargo, ND 58103		
4306 Timberline Drive SW		701/232-6897
Fargo, ND 58104-6634		
JULY 2008		
Larry Holweger		608/231-8363
CUNA Mutual Insurance		
5910 Mineral Point Road		
Madison, WI 53705	FAX	608/236-6177
		608/821-0147
7794 Summerfield Drive		
Verona, WI 53593	CELL	608/852-3339
JULY 2011		
Paul Horn		218/532-2330
51768 Pelican Point Drive	LAKE FAX	218/532-2340
Detroit Lakes, MN 56501	CELL	701/238-0350
385 7 Avenue South, Unit 303		701/239-4330
Fargo, ND 58103	FAX	701/239-4340
JULY 2011		
Frank Jennings **SR. VICE PRESIDENT**		253/941-4578
25637 Marine View Drive South		
Des Moines, WA 98198-8937	FAX	253/945-9686

AS AMENDED

JULY 2008
Merrill A. Johnson 715/386-7566
213 Eastbank Court North
Hudson, WI 54016-1084

8533 East Paraiso Drive 480/473-7465
Scottsdale, AZ 85255-4223

JULY 2010
Nancy Johnson 701/483-0359
1308 A Empire Road
Dickinson, ND 58601-3615

JULY 2010
Barbara Jones 651/681-9517
Gallipot
2020 Silver Bell Road FAX 651/681-9001
St. Paul, MN 55122

12510 Danbury Way West 651/423-2071
Rosemount, MN 55068-3567

21073 North 79 Pl. - Winter 480/419-2696
Scottsdale, AZ 85255 FAX 480/419-0323

JULY 2011
Nancy Johnson Jordheim 701/446-1036
Fargo Public Schools
415 Fourth Street North FAX 701/446-1201
Fargo, ND 58102-4514

3620 Fairway Road Northeast 701/298-0910
Fargo, ND 58102-1223

JULY 2008
William Kiefer, Jr.
1432 Third Street North 701/280-2024
Fargo, ND 58102

JULY 2008
John R. Klai II 702/221-2254
Klai Juba Architects
4444 West Russell Road, Suite J
Las Vegas, NV 89118 FAX 702/221-7655

2113 Redbird Drive 702/360-3555
Las Vegas, NV 89134 CELL 702/371-2949

JULY 2007
Richard W. Kloubec 701/232-3843
3233 16 Avenue South #202
Fargo, ND 58103-8412

AS AMENDED

JULY 2011
Terrance Kristensen 701/530-6050
Heritage Pharmacy
401 North Ninth Street
Bismarck, ND 58501 FAX 701/530-6417

1522 Schooner Place 701/223-8350
Bismarck, ND 58504

JULY 2007
Carl Larson 701/375-6461
9519 80 Street Southeast
Fullerton, ND 58441

500 South Farrell Unit 1D29 –Winter 760/323-2085
Palm Springs, CA 92264

JULY 2011
Robert Lervick Nov. - April 623/466-7558
15702 West Echowood Court
Surprise, AZ 85374 CELL 612/759-1364

21032 County Highway 20 May – Oct. 218/532-3546
Pelican Rapids, MN 56572

JULY 2011
Jane Lillestol 320/846-1962
3207 Casa Marina Road Northwest - Summer
Alexandria, MN 56308-9058 FAX 320/763-7862

8046 East Via de los Libros - Winter 480/922-6829
Scottsdale, AZ 85258 FAX 480/922-9295

JULY 2007
Brady Lipp 212/499-2590
Akros Capital, LLC
230 Park Avenue
New York, NY 10169

16 Catherine Place 914/232-4802
Katonah, NY 10536

JULY 2010
Daniel G. Lysne 701/232-3323
Daniel G. Lysne, DDS, Periodontist FAX 701/293-9425
1322 23 Street South
Fargo, ND 58103-3707

3413 Bohnet Boulevard 701/232-2888
Fargo, ND 58102

AS AMENDED

JULY 2011			
Russell D. Maring			701/232-4020
Sonmar Management Corp.		FAX	701/232-3944
15 Broadway, Suite 401			
Fargo, ND 58102			
PO Box 2024 - Summer			701/237-6919
Fargo, ND 58107-2024			
4615 East Caron Street - Winter			480/368-7005
Phoenix, AZ 85028-5511		FAX	480/368-8889
JULY 2009			
Dr. James Meier	**PRESIDENT**		
4562 Golf View Drive			810/494-4084
Brighton, MI 48116			
JULY 2009			
Dr. Larry Milsow			509/747-3131
520 South Cowley			
Spokane, WA 99202			
W 404 Sumner			509/838-9186
Spokane, WA 99204-3655			
JULY 2010			
Dr. Robert C. Montgomery	**CHAIR OF THE BOARD**		701/234-2000
MeritCare			
737 North Broadway		FAX	701/234-6979
Fargo, ND 58102			
300 NP Avenue Suite 309			701/293-5887
Fargo, ND 58102			
JULY 2010			
Clifford A. "Kip" Moore			218/233-3386
Kip Moore Consultant			
403 Center Avenue, Suite 404			
Moorhead, MN 56560-1900			
13170 Red Elm Ridge Road			218/439-3802
Audubon, MN 56511			
JULY 2007			
Connie Nicholas			701/968-3149
214 14 Street			
Cando, ND 58324-6609			
3800 South Cantabria Circle, Unit 1057			480/782-0782
Chandler, AZ 85248		FAX	305/723-0782

AS AMENDED

JULY 2007			
Ronald G. Olson	**VICE PRESIDENT**		
1630 Northridge Drive			952/476-6509
Wayzata, MN 55391-9570		FAX	952/476-8925\
523 Mesquite Hills (Winter)			760/674-4721
Palm Desert, CA 92260			
JULY 2007			
Gary Paulsrud			701/241-9205
Producers Financial Group			
818 Main Avenue			
Fargo, ND 58103			
1442 South River Road			701/293-5355
Fargo, ND 58103-4325			
JULY 2008			
Ryn Pitts	**SECRETARY**		701/793-1058
ryn*genuity for Health Care Solutions			
1104 South 2 Avenue #318			
Fargo, ND 58103			
1302 9 Street South			
Fargo, ND 58103			701/235-6290
JULY 2008			
Jan Promersberger			701/492-9194
Promersberger Company			
4838 Rocking Horse Circle		FAX	701/277-4611
Fargo, ND 58104-6049			
142 Eagle Street Northeast			701/293-6119
Fargo, ND 58102-1212			
JULY 2009			
James Roers			701/282-6413
Roers Construction			
4445 Second Avenue SW			
Fargo, ND 58103			
4420 Carrie Rose Lane			701/282-6634
Fargo, ND 58104-6818			
JULY 2008			
Jeffrey Schlossman			701/238-4597
Goldmark Schlossman Real Estate			
1707 Gold Drive, Suite 200			
Fargo, ND 58104		FAX	701/239-5837
1747 South 7 Street			701/293-5928
Fargo, ND 58103-4945			

AS AMENDED

<u>JULY 2009</u>		
David J. Selvig		701/235-5323
Cook Sign Company		
PO Box 1126		
Fargo, ND 58107-1126		
2618 South 18 Street, Unit D		701/232-1625
Fargo, ND 58103-6600		
<u>JULY 2011</u>		
Mary Lou Shott		415/362-5276
268 Chestnut Street		
San Francisco, CA 94133	FAX	415/362-5275
<u>JULY 2008</u>		
John W. Shotwell		701/356-9377
Shotwell Floral	FAX	701/293-4008
4000 40 Street South		
Fargo, ND 58104		
448 D 19 Avenue West		701/232-2798
West Fargo, ND 58078-4615		
<u>JULY 2011</u>		
Kenneth Skuza		701/250-9320
3432 Overlook Drive		
Bismarck, ND 58501-0259	FAX	701/222-8149
<u>JULY 2008</u>		
Anne Stegner		509/758-3431
2624 Grandview Drive		
Clarkston, WA 99403		
<u>JULY 2007</u>		
Terry Stroh		701/239-4198
T. L. Stroh Architects	FAX	701/239-9643
313 NP Avenue		
Fargo, ND 58102		
4645 Timberline Drive		701/293-3407
Fargo, ND 58104		
<u>JULY 2011</u>		
Steven J. Swiontek		701/293-2530
Gate City Bank		
500 Second Avenue North		
PO Box 2847		
Fargo, ND 58108-2847	FAX	701/293-2568
3919 17 Street South		701/237-5694
Fargo, ND 58104-6337		

AS AMENDED

JULY 2009
Mary Ann Tucker 317/852-3291
61 Ridgeway Drive
Brownsburg, IN 46112-1004 FAX 317/852-7537

Tucker Law Offices - Winter 813/991-9921
5154 Pine Lake Road
Wesley Chapel, FL 33543-4459 FAX 813/991-5091

JULY 2010
Jonal Uglem **TREASURER** 701/543-3630
Rural Route 2 Box 123
Hatton, ND 58240-9621

JULY 2008
Charles Ulmer 952/546-1111
KARE Television

3550 Rosewood Lane North 763/559-0285
Plymouth, MN 55441-2242

JULY 2009
John S. Wold Winter 239/293-1454 (cell)
864 Inlet Drive
Marco Island, FL 34145 HOME 239/389-0334

3563 Bay Road N. Drive Summer 317/579-5567
Indianapolis, IN 46240

JULY 2008
Robert Yaggie 218/643-6021
2514 State Highway 210
Breckenridge, MN 56520-9662 FAX 218/643-9327

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