



STATE OF NORTH DAKOTA  
**OFFICE OF STATE TREASURER**  
Kelly L. Schmidt, State Treasurer

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Government Finance Committee

Wednesday, September 10, 2014

Treasurer Kelly Schmidt

Study of the Foundation Aid Stabilization Fund

Comments

The Foundation Aid Stabilization Fund has been averaging \$13 million in monthly revenue in the current biennium. This fund is co-mingled with the general fund and accrues interest at general fund rates, these CD's are currently invested at rates under .20%.

The School Construction Loan Fund and the Public Employee Retirement Stabilization Fund would also be co-mingled with the general fund and continue to receive general fund rates. The general fund interest would then be allocated to the each individual fund with the school loan fund receiving construction loan interest income.

In staying within the roles and responsibilities of the Office of State Treasurer and Office of Management and Budget, (OMB), we request line 24 of 15.0189.01000 be changed from State Treasurer to OMB.