

FOUNDATION AID STABILIZATION FUND - ESTIMATED AVAILABLE FUNDS

This memorandum provides information on the estimated funds available in the foundation aid stabilization fund for the 2013-15 biennium and the 2015-17 biennium.

2013-15 BIENNIUM

The schedule below compares an updated projection for the 2013-15 biennium of estimated amounts available in the foundation aid stabilization fund to the estimated amounts available in the fund based on the revised revenue forecast for the 2013-15 biennium released by the Office of Management and Budget (OMB) in August 2014.

	2013-15 Biennium Updated Projection (June 2014)	2013-15 Biennium Revised Revenue Forecast (August 2014)	Increase (Decrease)
Beginning balance	\$335,364,942	\$335,364,942	\$0
Add estimated oil extraction tax revenues	327,804,364 ¹	375,610,642 ²	47,806,278
Total available	\$663,169,306	\$710,975,584	\$47,806,278

¹The estimated revenues are based on actual oil extraction tax collections deposited in the fund through March 2014 and an updated projection for the remainder of the biennium. The updated projection is based on average daily oil production of 950,000 barrels per day and a price of \$85 per barrel of oil for the remainder of the 2013-15 biennium.

²The estimated revenues are based on OMB's revised revenue forecast, which anticipates average daily oil production increasing to 1.3 million barrels per day and a price of \$90 per barrel for the remainder of the 2013-15 biennium.

2015-17 BIENNIUM

The schedule below compares the July 2014 projection for the 2015-17 biennium estimated amounts available in the foundation aid stabilization fund to the estimated amounts available in the fund based on the preliminary revenue forecast for the 2015-17 biennium released by OMB in August 2014.

	2015-17 Biennium Preliminary Projection (July 2014)	2015-17 Biennium Revenue Forecast (August 2014)	Increase (Decrease)
Beginning balance	\$663,169,306	\$710,975,584	\$47,806,278
Add estimated oil extraction tax revenues	395,175,613 ¹	517,915,350 ²	122,739,737
Total available	\$1,058,344,919	\$1,228,890,934	\$170,546,015

¹The estimated revenues are based on average daily oil production increasing from 1.2 million barrels per day to 1.3 million barrels per day and a price of \$85 per barrel of oil for the 2015-17 biennium.

²The estimated revenues are based on OMB's preliminary 2015-17 biennium revenue forecast, which anticipates average daily oil production increasing from 1.3 million barrels per day to 1.4 million barrels per day during the 2015-17 biennium and a price of \$90 per barrel for the 2015-17 biennium.