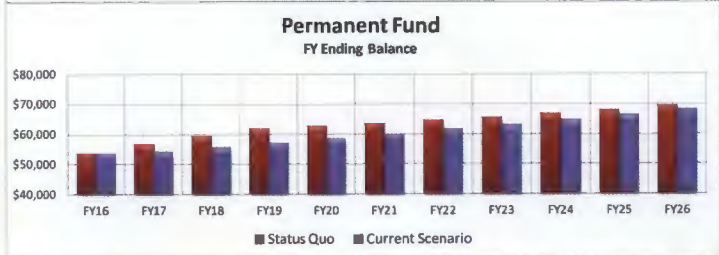
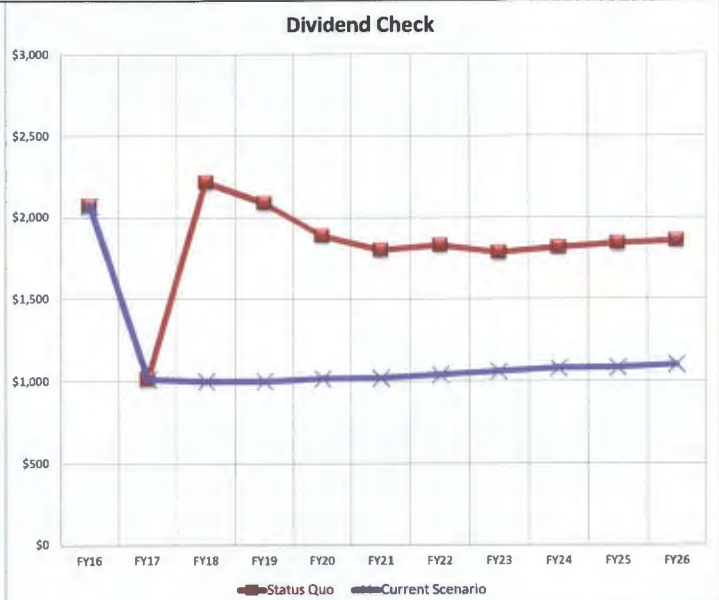
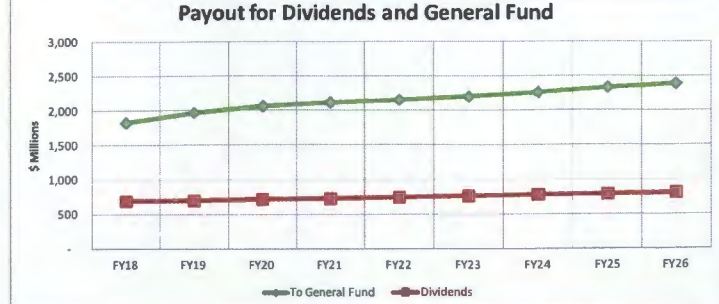


|                  | FY18   | FY19   | FY20   | FY21   | FY22   | FY23   | FY24   | FY25   | FY26   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Reserves         | 15,629 | 15,237 | 14,964 | 14,805 | 14,779 | 14,844 | 15,025 | 15,389 | 15,884 |
| Deficit          | -904   | -676   | -528   | -440   | -340   | -278   | -188   | -33    | 63     |
| Years to Exhaust | 17     | 23     | 28     | 34     | 43     | 53     | 80     | 463    | *      |

| Price Scenario                  | Fall 2018    |
|---------------------------------|--------------|
| Production Scenario             | DOR Forecast |
| <b>COST VARIABLES</b>           |              |
| <b>Operating Budget</b>         |              |
| Non-Formula                     | 0.00%        |
| K-12 Formula                    | 0.00%        |
| Medicaid Formula                | 0.00%        |
| Other Formula                   | 0.00%        |
| Target cut (FY18+)              | -            |
| <b>Statewide Budget</b>         |              |
| Tax Credit Payments             | Statutory    |
| <b>Capital Budget (FY19-26)</b> |              |
|                                 | 180.0        |
| <b>REVENUE VARIABLES</b>        |              |
| Sales Tax                       | n            |
| Income Tax                      | n            |
| Motor Fuel Tax                  | n            |
| Oil Tax Legislation             | n            |
| <b>Permanent Fund Plan</b>      |              |
|                                 | HB61/SB26    |
| <b>Perm Fund Assumptions</b>    |              |
| Inflation Rate                  | 2.25%        |
| PF Investment Return            | 6.95%        |
| % Realized                      | 57.25%       |
| Population Growth Rate          | Labor Stats  |
| <b>Plan Specifications</b>      |              |
| Status Quo Inflation Proofing   | 0            |
| POMV Payout                     | 5.25%        |
| % Statutory Net Income          | 0%           |
| Draw Start Year                 | 17           |
| % of Stat Net Income to Div     | 0%           |
| % of POMV Draw to Div           | 20%          |
| % of UGF Royalties to Div       | 20%          |
| Dividend Floor                  | \$ 1,000     |
| Floor Ends                      | 19           |
| Dividend Cap                    | \$ 2,000     |
| Reduce when oil rev exceeds     | \$ 1,200     |
| Reduce by x%                    | 100%         |
| Royalties to PF                 | 25%          |
| 4x Draw Inflation Proofing      | 1            |
| Dividend Override               | Off          |
| POMV Override                   | Off          |
| <b>Reserve Variables</b>        |              |
| Reserve Priority                | CBR          |
| CBR Earnings                    | 2.89%        |



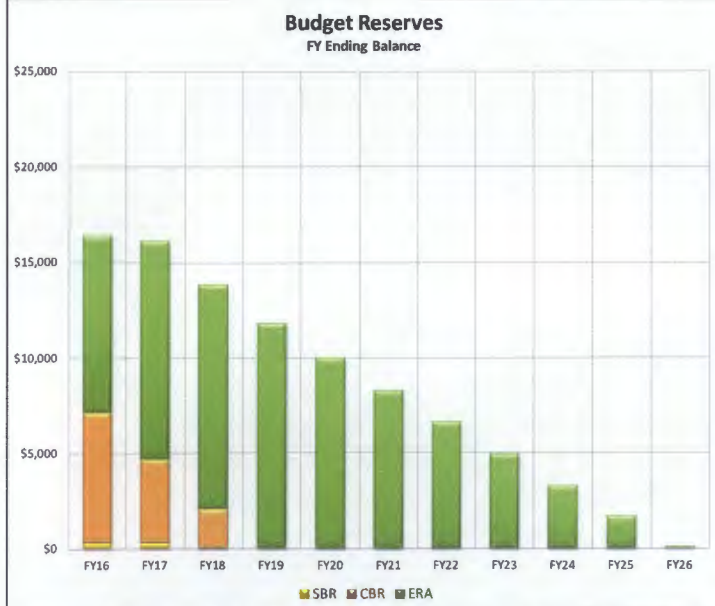
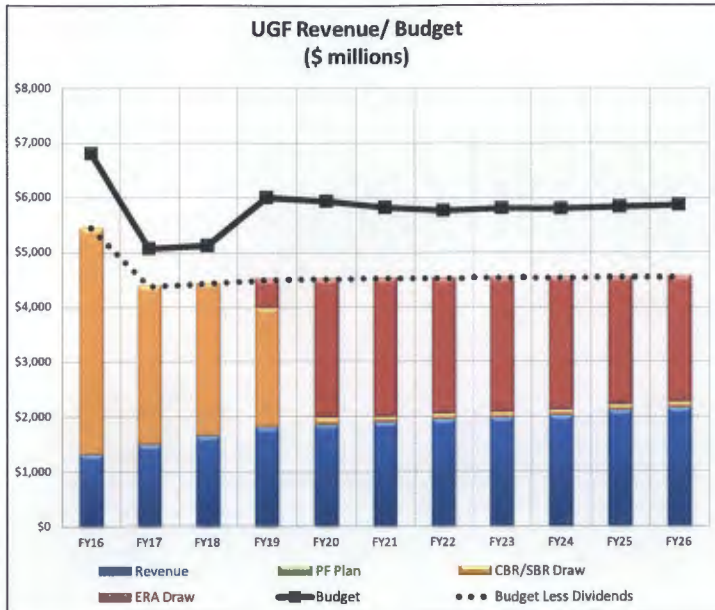
| Perm. Fund   | FY18  | FY19  | FY20  | FY21  | FY22  | FY23  | FY24  | FY25  | FY26  |
|--------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| % Real Value | 100%  | 101%  | 101%  | 101%  | 102%  | 102%  | 102%  | 103%  | 103%  |
| Effective %  | 4.55% | 4.68% | 4.78% | 4.74% | 4.72% | 4.71% | 4.71% | 4.71% | 4.71% |



|                 | FY18  | FY19  | FY20  | FY21  | FY22  | FY23  | FY24  | FY25  | FY26  |
|-----------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| To General Fund | 1,833 | 1,971 | 2,065 | 2,118 | 2,158 | 2,206 | 2,264 | 2,334 | 2,386 |
| Dividends       | 693   | 699   | 717   | 724   | 744   | 764   | 784   | 793   | 812   |

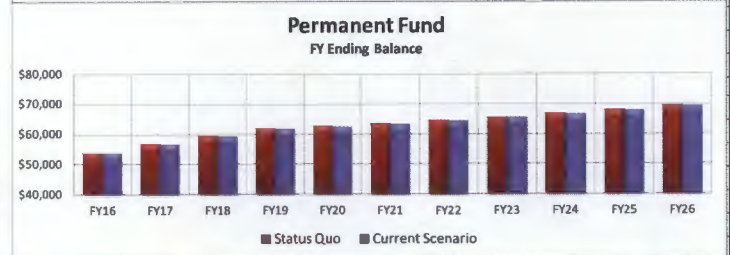
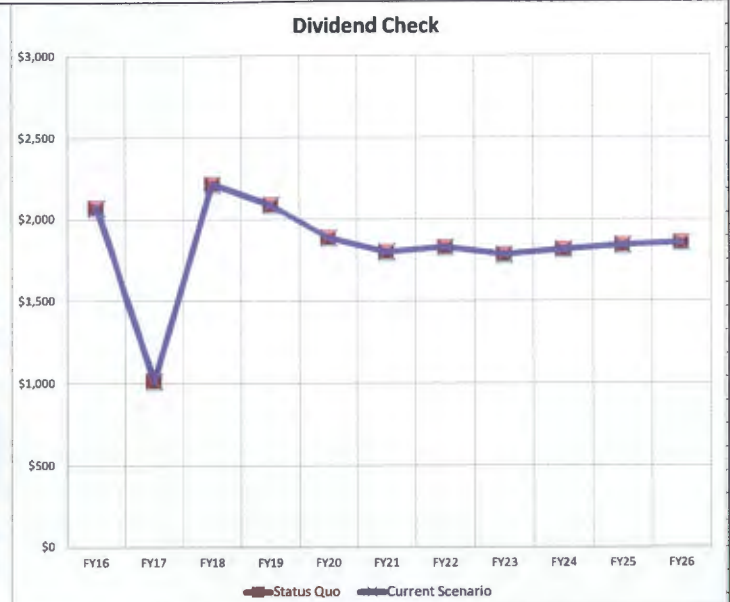
# STATUS QUO

LFD Fiscal Model

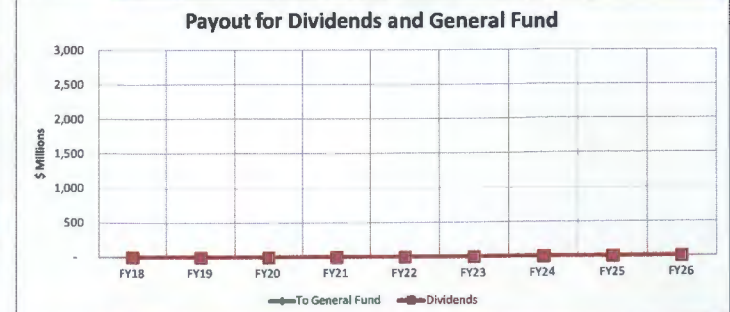


|                  | FY18   | FY19   | FY20   | FY21   | FY22   | FY23   | FY24   | FY25   | FY26   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Reserves         | 13,835 | 11,802 | 10,015 | 8,291  | 6,591  | 4,925  | 3,263  | 1,668  | 105    |
| Deficit          | -2,792 | -2,709 | -2,663 | -2,635 | -2,574 | -2,559 | -2,527 | -2,441 | -2,403 |
| Years to Exhaust | 5      | 4      | 4      | 3      | 3      | 2      | 1      | 1      | 0      |

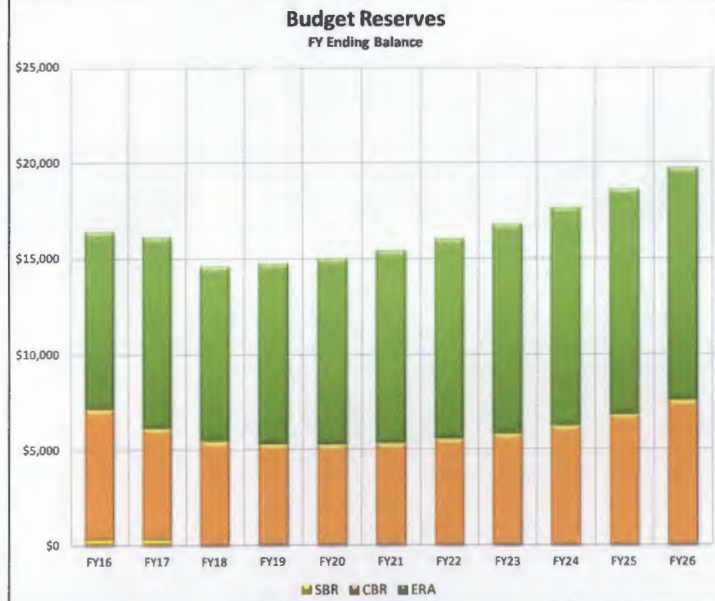
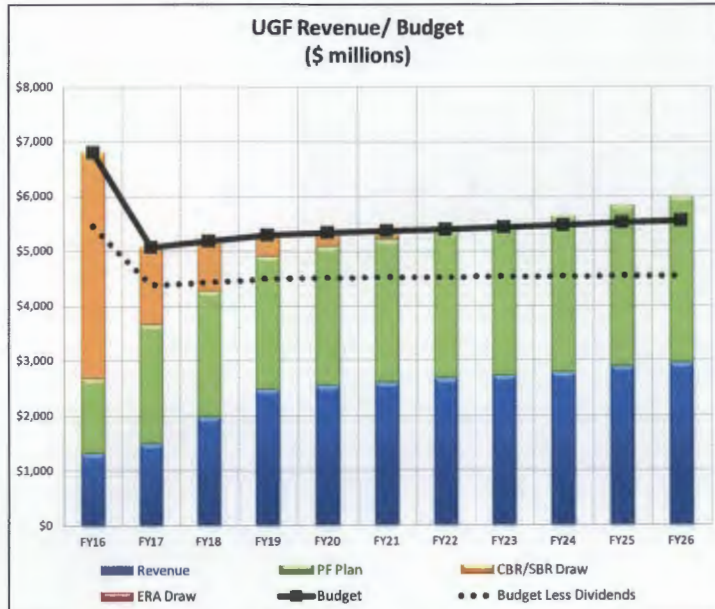
| Price Scenario                  | Fall 2016    |
|---------------------------------|--------------|
| Production Scenario             | QOR Forecast |
| <b>COST VARIABLES</b>           |              |
| <b>Operating Budget</b>         |              |
| Non-Formula                     | 0.00%        |
| K-12 Formula                    | 0.00%        |
| Medicaid Formula                | 0.00%        |
| Other Formula                   | 0.00%        |
| Target cut (FY18+)              | 0            |
| <b>Statewide Budget</b>         |              |
| Tax Credit Payments             | Stability    |
| <b>Capital Budget (FY19-26)</b> | 180.0        |
| <b>REVENUE VARIABLES</b>        |              |
| Sales Tax                       | n            |
| Income Tax                      | n            |
| Motor Fuel Tax                  | n            |
| Oil Tax Legislation             | n            |
| <b>Permanent Fund Plan</b>      | None         |
| <b>Perm Fund Assumptions</b>    |              |
| Inflation Rate                  | 2.25%        |
| PF Investment Return            | 6.95%        |
| % Realized                      | 57.25%       |
| Population Growth Rate          | Labor Stats  |
| <b>Plan Specifications</b>      |              |
| Status Quo Inflation Proofing   | 1            |
| POMV Payout                     | 0.00%        |
| % Statutory Net Income          | 0%           |
| Draw Start Year                 | 0            |
| % of Stat Net Income to Div     | 50%          |
| % of POMV Draw to Div           | 0%           |
| % of UGF Royalties to Div       | 0%           |
| Dividend Floor                  | \$ -         |
| Floor Ends                      | -            |
| Dividend Cap                    | \$ -         |
| Reduce when oil rev exceeds     | \$ -         |
| Reduce by x%                    | 0%           |
| Royalties to PF                 | 30%          |
| 4x Draw Inflation Proofing      | 0            |
| Dividend Override               | Off          |
| POMV Override                   | Off          |
| <b>Reserve Variables</b>        |              |
| Reserve Priority                | CBR          |
| CBR Earnings                    | 2.89%        |



| Perm. Fund   | FY18  | FY19  | FY20  | FY21  | FY22  | FY23  | FY24  | FY25  | FY26  |
|--------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| % Real Value | 103%  | 104%  | 103%  | 103%  | 102%  | 101%  | 101%  | 101%  | 100%  |
| Effective %  | 2.54% | 3.19% | 6.15% | 5.99% | 5.85% | 5.70% | 5.60% | 5.40% | 5.27% |

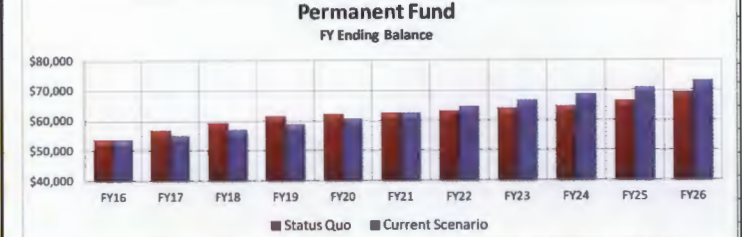
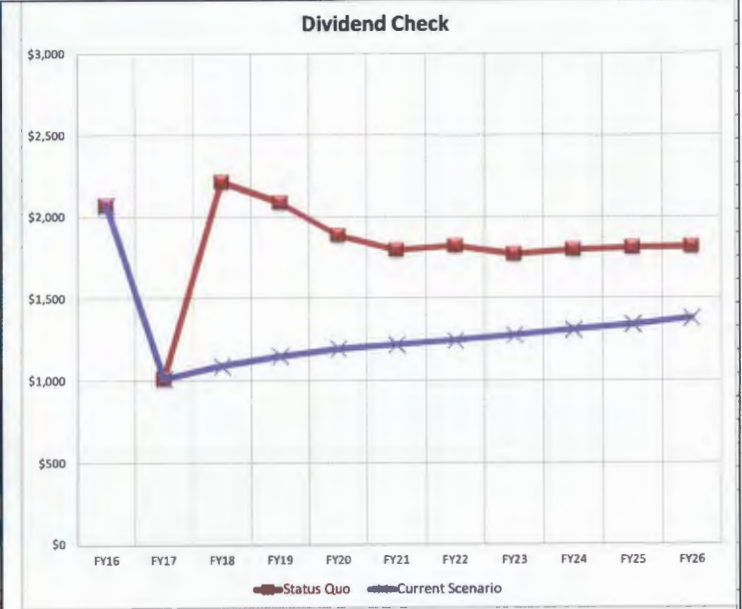


|                 | FY18 | FY19 | FY20 | FY21 | FY22 | FY23 | FY24 | FY25 | FY26 |
|-----------------|------|------|------|------|------|------|------|------|------|
| To General Fund | -    | -    | -    | -    | -    | -    | -    | -    | -    |
| Dividends       | -    | -    | -    | -    | -    | -    | -    | -    | -    |

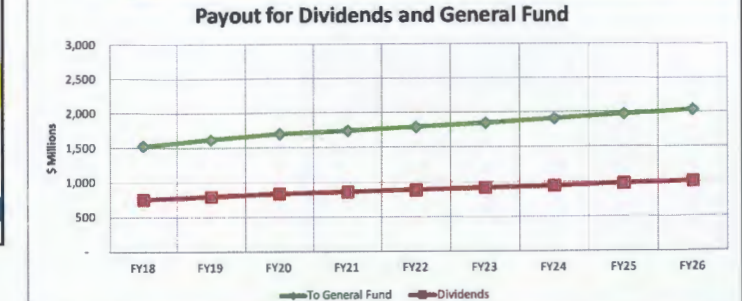


|                  | FY18   | FY19   | FY20   | FY21   | FY22   | FY23   | FY24   | FY25   | FY26   |
|------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| Reserves         | 14,600 | 14,740 | 15,018 | 15,437 | 16,037 | 16,775 | 17,657 | 18,612 | 19,714 |
| Deficit          | -933   | -415   | -278   | -187   | -81    | 27     | 136    | 301    | 419    |
| Years to Exhaust | 16     | 36     | 54     | 83     | 264    | *      | *      | *      | *      |

| Price Scenario                  | Fall 2016    |
|---------------------------------|--------------|
| Production Scenario             | DOR Forecast |
| <b>COST VARIABLES</b>           |              |
| <b>Operating Budget</b>         |              |
| Non-Formula                     | 0.00%        |
| K-12 Formula                    | 0.00%        |
| Medicaid Formula                | 0.00%        |
| Other Formula                   | 0.00%        |
| Target cut (FY18+)              | \$ -         |
| <b>Statewide Budget</b>         |              |
| Tax Credit Payments             | Stagnant     |
| <b>Capital Budget (FY19-26)</b> | 100.0        |
| <b>REVENUE VARIABLES</b>        |              |
| Sales Tax                       | n            |
| Income Tax                      | HB 115       |
| Motor Fuel Tax                  | n            |
| Oil Tax Legislation             | n            |
| <b>Permanent Fund Plan</b>      | HB 115       |
| <b>Perm Fund Assumptions</b>    |              |
| Inflation Rate                  | 2.25%        |
| PF Investment Return            | 6.95%        |
| % Realized                      | 57.25%       |
| Population Growth Rate          | Labor Stats  |
| <b>Plan Specifications</b>      |              |
| Status Quo Inflation Proofing   | 0            |
| POMV Payout                     | 4.75%        |
| % Statutory Net Income          | 0%           |
| Draw Start Year                 | 17           |
| % of Stat Net Income to Div     | 0%           |
| % of POMV Draw to Div           | 33%          |
| % of UGF Royalties to Div       | 0%           |
| Dividend Floor                  | \$ -         |
| Floor Ends                      | -            |
| Dividend Cap                    | \$ -         |
| Reduce when oil rev exceeds     | \$ -         |
| Reduce by x%                    | 0%           |
| Royalties to PF                 | 30%          |
| 4x Draw Inflation Proofing      | 1            |
| Dividend Override               | Off          |
| POMV Override                   | Off          |
| <b>Reserve Variables</b>        |              |
| Reserve Priority                | CBR          |
| CBR Earnings                    | 2.89%        |



| Perm. Fund   | FY18  | FY19  | FY20  | FY21  | FY22  | FY23  | FY24  | FY25  | FY26  |
|--------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| % Real Value | 101%  | 102%  | 103%  | 104%  | 105%  | 106%  | 107%  | 108%  | 109%  |
| Effective %  | 4.02% | 4.13% | 4.19% | 4.18% | 4.16% | 4.16% | 4.16% | 4.17% | 4.17% |



|                 | FY18  | FY19  | FY20  | FY21  | FY22  | FY23  | FY24  | FY25  | FY26  |
|-----------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| To General Fund | 1,531 | 1,624 | 1,701 | 1,748 | 1,797 | 1,854 | 1,915 | 1,977 | 2,040 |
| Dividends       | 754   | 800   | 838   | 861   | 885   | 913   | 943   | 974   | 1,005 |