

**TOBACCO SETTLEMENT
Permanent Trust Fund**

| | Total FY Payment | Earned Interest | Spendable Interest (Deposited to GF) | Interest deposited to PTF | Split | Permanent Trust Fund | Appropriations from Permanent Trust Fund | Cumm. Balance -PTF (Cost Basis) |
|---------|-----------------------------|----------------------------|---|--|--------------|---------------------------------|---|--|
| FY 2000 | 27,736,565 | | | | | | | 13,868,282 |
| FY 2001 | 27,898,359 | 472,997 | 236,498 | 236,498 | 50% | 13,949,180 | | 28,053,960 |
| FY 2002 | 31,590,080 | 755,301 | 377,651 | 377,651 | 50% | 15,795,040 | | 44,226,651 |
| FY 2003 | 32,325,170 | 518,311 | 259,155 | 259,155 | 50% | 16,162,585 | (44,435,000) | 16,213,391 |
| FY 2004 | 26,877,299 | 651,472 | 325,736 | 325,736 | 20% | 5,375,460 | | 21,914,587 |
| FY 2005 | 26,738,656 | 1,063,953 | 531,976 | 531,976 | 50% | 13,369,328 | | 35,815,892 |
| FY 2006 | 26,542,002 | 1,454,390 | 727,195 | 727,195 | 50% | 13,271,001 | | 49,814,088 |
| FY 2007 | 26,282,870 | 1,848,110 | 924,055 | 924,055 | 50% | 13,141,435 | | 63,879,578 |
| FY 2008 | 37,857,545 | 2,286,048 | 1,143,024 | 1,143,024 | 60% | 22,714,527 | | 87,737,129 |
| FY 2009 | 37,276,209 | 2,893,294 | 1,446,647 | 1,446,647 | 60% | 22,365,725 | | 111,549,501 |
| FY 2010 | 36,581,742 | 3,473,167 | 1,736,584 | 1,736,584 | 60% | 21,949,045 | | 135,235,130 |
| FY 2011 | 35,765,910 | 3,916,337 | 1,958,169 | 1,958,169 | 60% | 21,459,546 | | 158,652,845 |
| FY 2012 | 34,819,984 | 4,531,869 | 2,265,935 | 2,265,935 | 60% | 20,891,991 | | 181,810,770 |

The FY 2003 appropriations from the permanent state trust fund include HB 5014, made during the June-July 2002 Special Session of \$17.8 million, HB 6003 made during the December 2002 Special Session of \$21.1 million, and HB 72 made during the 2003 General Session of \$5.5 million.

TOBACCO SETTLEMENT
General Fund Restricted - Tobacco Settlement Account

| | | | Beg. | Restricted | General | Restricted | CHIP | DOH | Drug | UU Health | End. |
|---------|-------|------------|------------|------------|-----------------|-------------|-------------|-------------|------------------|-----------|------------|
| | Split | Balance | General | Account | Appropriations | Account | Approp. | Approp. ** | Courts/ Board | Sciences | Balance |
| | | | Fund | Interest | from Restricted | Earned | | | Approp. | Approp. | |
| | | | | | Account * | Interest | | | | | |
| FY 2000 | | 27,736,565 | 0 | | | | | | | | 13,868,282 |
| FY 2001 | 50% | 13,868,282 | 13,949,180 | 63,994 | | (5,500,000) | (4,000,000) | (2,000,000) | (4,000,000) | | 12,381,456 |
| FY 2002 | 50% | 12,381,456 | 15,795,040 | 66,825 | | (5,500,000) | (6,000,000) | (2,000,000) | (4,000,000) | | 10,743,321 |
| FY 2003 | 50% | 10,743,321 | 16,162,585 | 58,872 | | (5,500,000) | (6,000,000) | (2,000,000) | (4,000,000) | | 9,464,778 |
| FY 2004 | 80% | 9,464,778 | 21,501,839 | 16,998 | (9,821,500) | (7,000,000) | (6,000,000) | (2,000,000) | (4,000,000) | | 2,162,115 |
| FY 2005 | 50% | 2,162,115 | 13,369,328 | 2,685 | | (7,000,000) | (6,000,000) | (2,000,000) | (534,128) | | 0 |
| FY 2006 | 50% | 0 | 13,271,001 | (0) | | (7,000,000) | (6,000,000) | (271,001) | 0 | | 0 |
| FY 2007 | 50% | 0 | 13,141,435 | (0) | | (7,000,000) | (6,000,000) | (141,435) | 0 | | (0) |
| FY 2008 | 40% | (0) | 15,143,018 | 0 | | (7,000,000) | (6,000,000) | (2,000,000) | (143,018) | | 0 |
| FY 2009 | 40% | 0 | 14,910,483 | 0 | | (7,000,000) | (6,000,000) | (1,910,483) | | | 0 |
| FY 2010 | 40% | 0 | 14,632,697 | 0 | | (7,000,000) | (6,000,000) | (1,632,697) | | | 0 |
| FY 2011 | 40% | 0 | 14,306,364 | (0) | | (7,000,000) | (6,000,000) | (1,306,364) | | | 0 |
| FY 2012 | 40% | 0 | 13,927,994 | (0) | | (7,000,000) | (6,000,000) | (927,994) | | | (0) |

State statute ((63-97-201(4)) allocates the funding in the order listed above "to the extent funds will be available for appropriation in a given fiscal year". Funding through FY 2004 appears to be adequate to fund each of the entities. However, beginning in FY 2005, there is not enough money in the restricted account to fully fund all of the programs. The problem lessens somewhat beginning in FY 2008, when the State is scheduled to receive "Strategic Payments", which will last for 10 years.

* During the 2003 General Session, \$9.8 million was transferred to the General Fund from the Restricted Account for FY 2004 (SB 3, Item 63).

** In FY 2002, the Department of Health's GFR-Tobacco Settlement appropriation was increased by \$2 million, replacing \$2 million of General Fund, which was reduced due to the budget shortfalls. The \$2 million is used in core public health programs, including immunizations, cancer control, etc.