

Tobacco Tax and Surcharge Conference
Comparison of the December 2021 and August 2022 Forecasts

| COLLECTIONS | | | | | | | |
|----------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 2021-22 | | | | | | |
| | actuals | 2022-23 | 2023-24 | 2024-25 | 2025-26 | 2026-27 | 2027-28 |
| Cigarette Tax | | | | | | | |
| December 2021 | 233.3 | 227.5 | 221.8 | 216.3 | 210.8 | 205.6 | #N/A |
| August 2022 | 230.8 | 223.2 | 217.1 | 211.7 | 206.4 | 201.2 | 196.2 |
| Difference | -2.5 | -4.3 | -4.7 | -4.6 | -4.4 | -4.4 | #N/A |
| Cigarette Surcharge | | | | | | | |
| December 2021 | 698.2 | 680.7 | 663.7 | 647.1 | 630.9 | 615.1 | #N/A |
| August 2022 | 689.0 | 668.0 | 649.6 | 633.4 | 617.5 | 602.0 | 586.9 |
| Difference | -9.2 | -12.7 | -14.1 | -13.7 | -13.4 | -13.1 | #N/A |
| OTP Tax | | | | | | | |
| December 2021 | 41.8 | 42.8 | 43.9 | 45.0 | 46.1 | 47.2 | #N/A |
| August 2022 | 42.0 | 41.5 | 42.3 | 43.4 | 44.5 | 45.6 | 46.7 |
| Difference | 0.2 | -1.3 | -1.6 | -1.6 | -1.6 | -1.6 | #N/A |
| OTP Surcharge | | | | | | | |
| December 2021 | 99.8 | 102.3 | 104.8 | 107.5 | 110.2 | 113.0 | #N/A |
| August 2022 | 97.2 | 99.2 | 101.2 | 103.7 | 106.3 | 108.9 | 111.7 |
| Difference | -2.6 | -3.1 | -3.6 | -3.8 | -3.9 | -4.1 | #N/A |

| DISTRIBUTIONS | | | | | | | |
|---------------------------------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| | 2021-22 | | | | | | |
| | actuals | 2022-23 | 2023-24 | 2024-25 | 2025-26 | 2026-27 | 2027-28 |
| Health Care Trust Fund | | | | | | | |
| December 2021 | 745.3 | 720.3 | 707.0 | 694.2 | 681.8 | 669.8 | #N/A |
| August 2022 | 732.2 | 705.8 | 690.7 | 678.1 | 665.9 | 654.0 | 642.6 |
| Difference | -13.1 | -14.5 | -16.3 | -16.1 | -15.9 | -15.8 | #N/A |
| General Revenue Service Charge | | | | | | | |
| December 2021 | 82.9 | 80.9 | 79.2 | 77.7 | 76.2 | 74.7 | #N/A |
| August 2022 | 81.5 | 79.3 | 77.5 | 75.9 | 74.4 | 73.0 | 71.7 |
| Difference | -1.4 | -1.6 | -1.7 | -1.8 | -1.8 | -1.7 | #N/A |
| General Revenue Excise Tax | | | | | | | |
| December 2021 | 115.6 | 111.6 | 108.1 | 93.2 | 89.8 | 86.7 | #N/A |
| August 2022 | 115.1 | 108.9 | 105.2 | 90.5 | 87.1 | 84.1 | 80.9 |
| Difference | -0.5 | -2.7 | -2.9 | -2.7 | -2.7 | -2.6 | #N/A |
| OTP General Revenue Tax | | | | | | | |
| December 2021 | 41.8 | 42.8 | 43.9 | 45.0 | 46.1 | 47.2 | #N/A |
| August 2022 | 42.0 | 41.5 | 42.3 | 43.4 | 44.5 | 45.6 | 46.7 |
| Difference | 0.2 | -1.3 | -1.6 | -1.6 | -1.6 | -1.6 | #N/A |
| Total GR Distributions | | | | | | | |
| December 2021 | 240.3 | 235.3 | 231.2 | 215.9 | 212.1 | 208.6 | #N/A |
| August 2022 | 238.6 | 229.7 | 225.0 | 209.8 | 206.0 | 202.7 | 199.3 |
| Difference | -1.7 | -5.6 | -6.2 | -6.1 | -6.1 | -5.9 | #N/A |
| All Other Funds | | | | | | | |
| December 2021 | 99.5 | 97.7 | 96.0 | 105.8 | 104.1 | 102.5 | #N/A |
| August 2022 | 99.0 | 96.4 | 94.5 | 104.3 | 102.8 | 101.0 | 99.6 |
| Difference | -0.5 | -1.3 | -1.5 | -1.5 | -1.3 | -1.5 | #N/A |

Tobacco Tax and Surcharge Conference
 Comparison of the December 2021 and August 2022 Forecasts
 02-Aug-22

| | Tax Base | | Total | | Other Tobacco | | Other Tobacco Products Surcharge | | | | | | |
|-----------------------|--------------|----------|---------|----------|--------------------|--------------------------|----------------------------------|--------------------------|-------------------|------------------------|---------|--|---|
| | (calculated) | % change | Revenue | % change | Products Tax to GR | ABT Refunds ¹ | Surcharge | Adjustments ² | GR Service Charge | Health Care Trust Fund | Refunds | Net Health Care Trust Fund After Refunds | Net Surcharge Distributed After Adjustments |
| 2007-08 | 130.8 | -1.2% | 32.7 | -1.2% | 32.7 | | | | | | | | |
| 2008-09 | 114.2 | -12.7% | 28.5 | -12.7% | 28.5 | | | | | | | | |
| 2009-10 | 95.8 | -16.1% | 81.4 | 185.2% | 25.6 | | 55.8 | 7.3 | 5.1 | 57.7 | | 57.7 | 55.8 |
| 2010-11 | 107.0 | 11.7% | 91.0 | 11.7% | 27.3 | | 63.7 | 0.0 | 5.1 | 58.8 | | 58.8 | 63.7 |
| 2011-12 | 110.1 | 2.8% | 93.5 | 2.8% | 28.0 | | 65.6 | 0.0 | 5.5 | 60.1 | | 60.1 | 65.6 |
| 2012-13 | 115.9 | 5.3% | 98.5 | 5.3% | 28.4 | | 70.1 | 0.0 | 5.9 | 64.3 | | 64.3 | 70.1 |
| 2013-14 | 109.0 | -6.0% | 92.6 | -6.0% | 27.6 | | 65.1 | 0.0 | 5.5 | 59.6 | 1.1 | 58.5 | 64.0 |
| 2014-15 | 121.1 | 11.1% | 102.9 | 11.1% | 30.0 | | 73.0 | 0.0 | 6.1 | 66.8 | 0.3 | 66.6 | 72.7 |
| 2015-16 | 130.2 | 7.5% | 110.6 | 7.5% | 32.5 | | 78.1 | 0.0 | 6.2 | 71.9 | 0.3 | 71.6 | 77.9 |
| 2016-17 | 132.4 | 1.7% | 112.5 | 1.7% | 31.1 | | 81.4 | 0.0 | 6.8 | 74.6 | 5.3 | 69.3 | 76.1 |
| 2017-18 | 143.8 | 8.7% | 122.2 | 8.7% | 36.3 | | 86.0 | 0.0 | 6.9 | 79.1 | 2.0 | 77.1 | 84.0 |
| 2018-19 | 152.3 | 5.9% | 129.4 | 5.9% | 42.0 | 0.4 | 87.4 | 0.0 | 7.1 | 80.4 | 0.9 | 79.5 | 86.5 |
| 2019-20 | 157.5 | 3.4% | 133.9 | 3.4% | 36.4 | 0.0 | 97.5 | -2.4 | 7.6 | 87.4 | 0.5 | 86.9 | 94.6 |
| 2020-21 | 164.2 | 4.3% | 139.6 | 4.3% | 41.6 | 0.1 | 98.1 | -10.2 | 7.0 | 80.9 | 0.1 | 80.8 | 87.8 |
| ACTUALS | | | | | | | | | | | | | |
| 2021-22 | | | | | | | | | | | | | |
| December 2021 (est.) | 167.0 | 1.68% | 142.0 | 1.72% | 41.8 | 0.2 | 100.2 | 0.0 | 8.0 | 92.2 | 0.4 | 91.8 | 99.8 |
| August 2022 (actuals) | 163.9 | -0.20% | 139.3 | -0.23% | 42.0 | 0.1 | 97.3 | 0.0 | 7.8 | 89.5 | 0.0 | 89.4 | 97.2 |
| FORECASTS | | | | | | | | | | | | | |
| 2022-23 | | | | | | | | | | | | | |
| December 2021 | 171.2 | 2.50% | 145.5 | 2.46% | 42.8 | 0.2 | 102.7 | 0.0 | 8.2 | 94.5 | 0.4 | 94.1 | 102.3 |
| EOG | 165.9 | 1.25% | 141.1 | 1.31% | 41.5 | 0.2 | 99.6 | 0.0 | 8.0 | 91.6 | 0.4 | 91.2 | 99.2 |
| EDR | 166.5 | 1.61% | 141.6 | 1.67% | 41.6 | 0.2 | 100.0 | 0.0 | 8.0 | 92.0 | 0.4 | 91.6 | 99.6 |
| DBPR | 169.0 | 3.11% | 143.7 | 3.17% | 42.3 | 0.2 | 101.4 | 0.0 | 8.1 | 93.3 | 0.4 | 92.9 | 101.0 |
| August 2022 | 165.9 | 1.25% | 141.1 | 1.31% | 41.5 | 0.2 | 99.6 | 0.0 | 8.0 | 91.6 | 0.4 | 91.2 | 99.2 |
| 2023-24 | | | | | | | | | | | | | |
| December 2021 | 175.5 | 2.50% | 149.1 | 2.47% | 43.9 | 0.2 | 105.2 | 0.0 | 8.4 | 96.8 | 0.4 | 96.4 | 104.8 |
| EOG | 169.3 | 2.00% | 143.9 | 1.98% | 42.3 | 0.2 | 101.6 | 0.0 | 8.1 | 93.5 | 0.4 | 93.1 | 101.2 |
| EDR | 169.1 | 1.54% | 143.7 | 1.48% | 42.3 | 0.2 | 101.4 | 0.0 | 8.1 | 93.3 | 0.4 | 92.9 | 101.0 |
| DBPR | 173.2 | 2.50% | 147.2 | 2.44% | 43.3 | 0.2 | 103.9 | 0.0 | 8.3 | 95.6 | 0.4 | 95.2 | 103.5 |
| August 2022 | 169.3 | 2.00% | 143.9 | 1.98% | 42.3 | 0.0 | 101.6 | 0.0 | 8.1 | 93.5 | 0.4 | 93.1 | 101.2 |
| 2024-25 | | | | | | | | | | | | | |
| December 2021 | 179.8 | 2.50% | 152.9 | 2.55% | 45.0 | 0.2 | 107.9 | 0.0 | 8.6 | 99.3 | 0.4 | 98.9 | 107.5 |
| EOG | 173.5 | 2.50% | 147.5 | 2.50% | 43.4 | 0.2 | 104.1 | 0.0 | 8.3 | 95.8 | 0.4 | 95.4 | 103.7 |
| EDR | 171.7 | 1.51% | 145.9 | 1.53% | 42.9 | 0.2 | 103.0 | 0.0 | 8.2 | 94.8 | 0.4 | 94.4 | 102.6 |
| DBPR | 177.6 | 2.50% | 150.9 | 2.51% | 44.4 | 0.2 | 106.5 | 0.0 | 8.5 | 98.0 | 0.4 | 97.6 | 106.1 |
| August 2022 | 173.5 | 2.50% | 147.5 | 2.50% | 43.4 | 0.0 | 104.1 | 0.0 | 8.3 | 95.8 | 0.4 | 95.4 | 103.7 |
| 2025-26 | | | | | | | | | | | | | |
| December 2021 | 184.3 | 2.50% | 156.7 | 2.49% | 46.1 | 0.2 | 110.6 | 0.0 | 8.8 | 101.8 | 0.4 | 101.4 | 110.2 |
| EOG | 177.8 | 2.50% | 151.2 | 2.51% | 44.5 | 0.2 | 106.7 | 0.0 | 8.5 | 98.2 | 0.4 | 97.8 | 106.3 |
| EDR | 174.2 | 1.47% | 148.1 | 1.51% | 43.6 | 0.2 | 104.5 | 0.0 | 8.4 | 96.1 | 0.4 | 95.7 | 104.1 |
| DBPR | 182.0 | 2.50% | 154.7 | 2.52% | 45.5 | 0.2 | 109.2 | 0.0 | 8.7 | 100.5 | 0.4 | 100.1 | 108.8 |
| August 2022 | 177.8 | 2.50% | 151.2 | 2.51% | 44.5 | 0.0 | 106.7 | 0.0 | 8.5 | 98.2 | 0.4 | 97.8 | 106.3 |
| 2026-27 | | | | | | | | | | | | | |
| December 2021 | 188.9 | 2.50% | 160.6 | 2.49% | 47.2 | 0.2 | 113.4 | 0.0 | 9.1 | 104.3 | 0.4 | 103.9 | 113.0 |
| EOG | 182.3 | 2.50% | 154.9 | 2.45% | 45.6 | 0.2 | 109.3 | 0.0 | 8.7 | 100.6 | 0.4 | 100.2 | 108.9 |
| EDR | 176.7 | 1.43% | 150.2 | 1.42% | 44.2 | 0.2 | 106.0 | 0.0 | 8.5 | 97.5 | 0.4 | 97.1 | 105.6 |
| DBPR | 186.5 | 2.50% | 158.6 | 2.52% | 46.6 | 0.2 | 112.0 | 0.0 | 9.0 | 103.0 | 0.4 | 102.6 | 111.6 |
| August 2022 | 182.3 | 2.50% | 154.9 | 2.45% | 45.6 | 0.0 | 109.3 | 0.0 | 8.7 | 100.6 | 0.4 | 100.2 | 108.9 |
| 2027-28 | | | | | | | | | | | | | |
| December 2021 | #N/A | #N/A | #N/A | #N/A | #N/A | #N/A | #N/A | 0.0 | #N/A | #N/A | #N/A | #N/A | #N/A |
| EOG | 186.8 | 2.50% | 158.8 | 2.52% | 46.7 | 0.2 | 112.1 | 0.0 | 9.0 | 103.1 | 0.4 | 102.7 | 111.7 |
| EDR | 179.1 | 1.39% | 152.3 | 1.40% | 44.8 | 0.2 | 107.5 | 0.0 | 8.6 | 98.9 | 0.4 | 98.5 | 107.1 |
| DBPR | 191.2 | 2.50% | 162.5 | 2.46% | 47.8 | 0.2 | 114.7 | 0.0 | 9.2 | 105.5 | 0.4 | 105.1 | 114.3 |
| August 2022 | 186.8 | 2.50% | 158.8 | 2.52% | 46.7 | 0.2 | 112.1 | 0.0 | 9.0 | 103.1 | 0.4 | 102.7 | 111.7 |

1 -ABT Refunds has been provided here for information; however, they will be paid out of Beverage Tax and ABT TF GR.
 2- Adjustments include floor tax payments which ended in Fiscal Year 2009-10. Adjustments in Fiscal Year 2019-20 reflect a recent settlement agreement. The adjustments includes credits in the following amounts: For FY 2019-20, tax credits of \$2.4m. For FY 2020-21, tax credits in the amount of \$10.2m.