

TOBACCO SETTLEMENT PAYMENTS FORECAST

REVENUE ESTIMATING CONFERENCE

February 13, 2006

FINAL

Tobacco Settlement Payments to Florida
Settlement Agreement Annual Payment Schedule (in \$ Millions)

| | Settlement Agreement Gross Payments | Annual Payment Florida Share @ 5.5% | Initial Payment Florida Share @ 5.5% | Settlement Agreement Florida Payments |
|------------|--|--|---|--|
| FY 1997-98 | | 750.0 | | 750.0 |
| FY 1998-99 | 4,000 | 220.0 | 123.5 | 343.5 |
| FY 1999-00 | 4,500 | 247.5 | 464.6 | 712.1 |
| FY 2000-01 | 5,000 | 275.0 | 464.6 | 739.6 |
| FY 2001-02 | 6,500 | 357.5 | 464.6 | 822.1 |
| FY 2002-03 | 6,500 | 357.5 | 232.8 | 590.3 |
| FY 2003-04 | 8,000 | 440.0 | | 440.0 |
| FY 2004-05 | 8,000 | 440.0 | | 440.0 |
| FY 2005-06 | 8,000 | 440.0 | | 440.0 |
| FY 2006-07 | 8,000 | 440.0 | | 440.0 |
| FY 2007-08 | 8,000 | 440.0 | | 440.0 |
| FY 2008-09 | 8,000 | 440.0 | | 440.0 |
| FY 2009-10 | 8,000 | 440.0 | | 440.0 |
| FY 2010-11 | 8,000 | 440.0 | | 440.0 |
| FY 2011-12 | 8,000 | 440.0 | | 440.0 |
| FY 2012-13 | 8,000 | 440.0 | | 440.0 |
| FY 2013-14 | 8,000 | 440.0 | | 440.0 |
| FY 2014-15 | 8,000 | 440.0 | | 440.0 |
| FY 2015-16 | 8,000 | 440.0 | | 440.0 |
| FY 2016-17 | 8,000 | 440.0 | | 440.0 |
| FY 2017-18 | 8,000 | 440.0 | | 440.0 |
| FY 2018-19 | 8,000 | 440.0 | | 440.0 |
| FY 2019-20 | 8,000 | 440.0 | | 440.0 |
| FY 2020-21 | 8,000 | 440.0 | | 440.0 |
| FY 2021-22 | 8,000 | 440.0 | | 440.0 |
| FY 2022-23 | 8,000 | 440.0 | | 440.0 |
| FY 2023-24 | 8,000 | 440.0 | | 440.0 |
| FY 2024-25 | 8,000 | 440.0 | | 440.0 |
| FY 2025-26 | 8,000 | 440.0 | | 440.0 |
| FY 2026-27 | 8,000 | 440.0 | | 440.0 |
| FY 2027-28 | 8,000 | 440.0 | | 440.0 |
| FY 2028-29 | 8,000 | 440.0 | | 440.0 |
| FY 2029-30 | 8,000 | 440.0 | | 440.0 |
| FY 2030-31 | 8,000 | 440.0 | | 440.0 |
| FY 2031-32 | 8,000 | 440.0 | | 440.0 |
| FY 2032-33 | 8,000 | 440.0 | | 440.0 |

Tobacco Settlement Payments to Florida
Calculation of Inflation Adjustment to Annual Settlement Payment

| | <u>December Consumer Price Index</u> | <u>% chg</u> | <u>Settlement Inflation Factor</u> | <u>Settlement Inflation Index</u> | <u>Settlement Payment Inflation Adjustment</u> |
|------------|--|--------------|--|---|--|
| FY 1997-98 | 161.3 | | 0.000% | 100.000 | 1.0000 |
| FY 1998-99 | 163.9 | 1.612% | 3.000% | 100.000 | 1.0000 |
| FY 1999-00 | 168.3 | 2.685% | 3.000% | 103.000 | 1.0300 |
| FY 2000-01 | 174.0 | 3.387% | 3.387% | 106.489 | 1.0649 |
| FY 2001-02 | 176.7 | 1.552% | 3.000% | 109.683 | 1.0968 |
| FY 2002-03 | 180.9 | 2.377% | 3.000% | 112.974 | 1.1297 |
| FY 2003-04 | 184.3 | 1.879% | 3.000% | 116.363 | 1.1636 |
| FY 2004-05 | 190.3 | 3.256% | 3.256% | 120.151 | 1.2015 |
| FY 2005-06 | 196.8 | 3.416% | 3.416% | 124.255 | 1.2426 |
| FY 2006-07 | 200.0 | 1.645% | 3.000% | 127.983 | 1.2798 |
| FY 2007-08 | 203.8 | 1.887% | 3.000% | 131.822 | 1.3182 |
| FY 2008-09 | 207.8 | 1.978% | 3.000% | 135.777 | 1.3578 |
| FY 2009-10 | 211.8 | 1.885% | 3.000% | 139.850 | 1.3985 |
| FY 2010-11 | 215.9 | 1.955% | 3.000% | 144.046 | 1.4405 |
| FY 2011-12 | 220.3 | 2.040% | 3.000% | 148.367 | 1.4837 |
| FY 2012-13 | 225.1 | 2.186% | 3.000% | 152.818 | 1.5282 |
| FY 2013-14 | 230.0 | 2.184% | 3.000% | 157.403 | 1.5740 |
| FY 2014-15 | 235.0 | 2.143% | 3.000% | 162.125 | 1.6212 |
| FY 2015-16 | 239.9 | 2.093% | 3.000% | 166.989 | 1.6699 |
| FY 2016-17 | 244.9 | 2.079% | 3.000% | 171.998 | 1.7200 |
| FY 2017-18 | 250.0 | 2.079% | 3.000% | 177.158 | 1.7716 |
| FY 2018-19 | 255.2 | 2.079% | 3.000% | 182.473 | 1.8247 |
| FY 2019-20 | 260.5 | 2.079% | 3.000% | 187.947 | 1.8795 |
| FY 2020-21 | 265.9 | 2.079% | 3.000% | 193.586 | 1.9359 |
| FY 2021-22 | 271.4 | 2.079% | 3.000% | 199.393 | 1.9939 |
| FY 2022-23 | 277.1 | 2.079% | 3.000% | 205.375 | 2.0537 |
| FY 2023-24 | 282.8 | 2.079% | 3.000% | 211.536 | 2.1154 |
| FY 2024-25 | 288.7 | 2.079% | 3.000% | 217.882 | 2.1788 |
| FY 2025-26 | 294.7 | 2.079% | 3.000% | 224.419 | 2.2442 |
| FY 2026-27 | 300.8 | 2.079% | 3.000% | 231.151 | 2.3115 |
| FY 2027-28 | 307.1 | 2.079% | 3.000% | 238.086 | 2.3809 |
| FY 2028-29 | 313.5 | 2.079% | 3.000% | 245.228 | 2.4523 |
| FY 2029-30 | 320.0 | 2.079% | 3.000% | 252.585 | 2.5259 |
| FY 2030-31 | 326.6 | 2.079% | 3.000% | 260.163 | 2.6016 |
| FY 2031-32 | 333.4 | 2.079% | 3.000% | 267.968 | 2.6797 |
| FY 2032-33 | 340.3 | 2.079% | 3.000% | 276.007 | 2.7601 |

Tobacco Settlement Payments to Florida
Calculation of Volume Ratio

| | Forecasted U.S. Cigarette Volume (Billions) | % chg | Florida Definition Volume as share of U.S. volume | Florida Definition Volume (Billions) | % chg | Volume Ratio |
|------------|--|--------------|--|---|--------------|-------------------------|
| FY 1997-98 | 480.000 | | 98.18% | 471.248 | | 1.0000 |
| FY 1998-99 | 465.000 | -3.13% | 96.62% | 449.288 | -4.66% | 0.9534 |
| FY 1999-00 | 435.000 | -6.45% | 92.93% | 404.252 | -10.02% | 0.8578 |
| FY 2000-01 | 430.000 | -1.15% | 92.53% | 397.858 | -1.58% | 0.8443 |
| FY 2001-02 | 425.000 | -1.16% | 89.38% | 379.860 | -4.52% | 0.8061 |
| FY 2002-03 | 415.000 | -2.35% | 87.07% | 361.335 | -4.88% | 0.7668 |
| FY 2003-04 | 400.000 | -3.61% | 85.15% | 340.603 | -5.74% | 0.7228 |
| FY 2004-05 | 388.000 | -3.00% | 86.40% | 335.232 | -1.58% | 0.7114 |
| FY 2005-06 | 378.000 | -2.58% | 86.82% | 328.173 | -2.11% | 0.6964 |
| FY 2006-07 | 368.881 | -2.41% | 86.12% | 317.681 | -3.20% | 0.6741 |
| FY 2007-08 | 360.678 | -2.22% | 86.12% | 310.616 | -2.22% | 0.6591 |
| FY 2008-09 | 354.289 | -1.77% | 86.12% | 305.114 | -1.77% | 0.6475 |
| FY 2009-10 | 348.124 | -1.74% | 86.12% | 299.805 | -1.74% | 0.6362 |
| FY 2010-11 | 342.129 | -1.72% | 86.12% | 294.642 | -1.72% | 0.6252 |
| FY 2011-12 | 336.306 | -1.70% | 86.12% | 289.627 | -1.70% | 0.6146 |
| FY 2012-13 | 330.864 | -1.62% | 86.12% | 284.940 | -1.62% | 0.6046 |
| FY 2013-14 | 325.574 | -1.60% | 86.12% | 280.384 | -1.60% | 0.5950 |
| FY 2014-15 | 320.444 | -1.58% | 86.12% | 275.966 | -1.58% | 0.5856 |
| FY 2015-16 | 316.078 | -1.36% | 86.12% | 272.206 | -1.36% | 0.5776 |
| FY 2016-17 | 311.671 | -1.39% | 86.12% | 268.411 | -1.39% | 0.5696 |
| FY 2017-18 | 306.960 | -1.51% | 86.12% | 264.354 | -1.51% | 0.5610 |
| FY 2018-19 | 301.980 | -1.62% | 86.12% | 260.065 | -1.62% | 0.5519 |
| FY 2019-20 | 296.737 | -1.74% | 86.12% | 255.550 | -1.74% | 0.5423 |
| FY 2020-21 | 291.704 | -1.70% | 86.12% | 251.216 | -1.70% | 0.5331 |
| FY 2021-22 | 286.777 | -1.69% | 86.12% | 246.972 | -1.69% | 0.5241 |
| FY 2022-23 | 282.207 | -1.59% | 86.12% | 243.037 | -1.59% | 0.5157 |
| FY 2023-24 | 277.723 | -1.59% | 86.12% | 239.175 | -1.59% | 0.5075 |
| FY 2024-25 | 273.292 | -1.60% | 86.12% | 235.359 | -1.60% | 0.4994 |
| FY 2025-26 | 268.967 | -1.58% | 86.12% | 231.634 | -1.58% | 0.4915 |
| FY 2026-27 | 264.643 | -1.61% | 86.12% | 227.911 | -1.61% | 0.4836 |
| FY 2027-28 | 260.292 | -1.64% | 86.12% | 224.163 | -1.64% | 0.4757 |
| FY 2028-29 | 256.018 | -1.64% | 86.12% | 220.483 | -1.64% | 0.4679 |
| FY 2029-30 | 251.839 | -1.63% | 86.12% | 216.883 | -1.63% | 0.4602 |
| FY 2030-31 | 247.681 | -1.65% | 86.12% | 213.303 | -1.65% | 0.4526 |
| FY 2031-32 | 243.562 | -1.66% | 86.12% | 209.756 | -1.66% | 0.4451 |
| FY 2032-33 | 239.485 | -1.67% | 86.12% | 206.244 | -1.67% | 0.4377 |

Tobacco Settlement Payments to Florida
Calculation of Volume Adjustment to Annual Settlement Payment*

| | <u>Volume Ratio</u> | <u>Volume Adjustment (1 - vol. ratio)</u> | <u>Youth Adjustment (volume adj. X .98)</u> | <u>Settlement Payment Volume Adjustment (1 - youth adj.)</u> |
|------------|---------------------|---|---|--|
| FY 1997-98 | 1.0000 | | | |
| FY 1998-99 | 0.9534 | | | |
| FY 1999-00 | 0.8578 | 0.1422 | 0.1393 | 0.8607 |
| FY 2000-01 | 0.8443 | 0.1557 | 0.1526 | 0.8474 |
| FY 2001-02 | 0.8061 | 0.1939 | 0.1900 | 0.8100 |
| FY 2002-03 | 0.7668 | 0.2332 | 0.2286 | 0.7714 |
| FY 2003-04 | 0.7228 | 0.2772 | 0.2717 | 0.7283 |
| FY 2004-05 | 0.7114 | 0.2886 | 0.2829 | 0.7171 |
| FY 2005-06 | 0.6964 | 0.3036 | 0.2975 | 0.7025 |
| FY 2006-07 | 0.6741 | 0.3259 | 0.3194 | 0.6806 |
| FY 2007-08 | 0.6591 | 0.3409 | 0.3340 | 0.6660 |
| FY 2008-09 | 0.6475 | 0.3525 | 0.3455 | 0.6545 |
| FY 2009-10 | 0.6362 | 0.3638 | 0.3565 | 0.6435 |
| FY 2010-11 | 0.6252 | 0.3748 | 0.3673 | 0.6327 |
| FY 2011-12 | 0.6146 | 0.3854 | 0.3777 | 0.6223 |
| FY 2012-13 | 0.6046 | 0.3954 | 0.3874 | 0.6126 |
| FY 2013-14 | 0.5950 | 0.4050 | 0.3969 | 0.6031 |
| FY 2014-15 | 0.5856 | 0.4144 | 0.4061 | 0.5939 |
| FY 2015-16 | 0.5776 | 0.4224 | 0.4139 | 0.5861 |
| FY 2016-17 | 0.5696 | 0.4304 | 0.4218 | 0.5782 |
| FY 2017-18 | 0.5610 | 0.4390 | 0.4303 | 0.5697 |
| FY 2018-19 | 0.5519 | 0.4481 | 0.4392 | 0.5608 |
| FY 2019-20 | 0.5423 | 0.4577 | 0.4486 | 0.5514 |
| FY 2020-21 | 0.5331 | 0.4669 | 0.4576 | 0.5424 |
| FY 2021-22 | 0.5241 | 0.4759 | 0.4664 | 0.5336 |
| FY 2022-23 | 0.5157 | 0.4843 | 0.4746 | 0.5254 |
| FY 2023-24 | 0.5075 | 0.4925 | 0.4826 | 0.5174 |
| FY 2024-25 | 0.4994 | 0.5006 | 0.4906 | 0.5094 |
| FY 2025-26 | 0.4915 | 0.5085 | 0.4983 | 0.5017 |
| FY 2026-27 | 0.4836 | 0.5164 | 0.5060 | 0.4940 |
| FY 2027-28 | 0.4757 | 0.5243 | 0.5138 | 0.4862 |
| FY 2028-29 | 0.4679 | 0.5321 | 0.5215 | 0.4785 |
| FY 2029-30 | 0.4602 | 0.5398 | 0.5290 | 0.4710 |
| FY 2030-31 | 0.4526 | 0.5474 | 0.5364 | 0.4636 |
| FY 2031-32 | 0.4451 | 0.5549 | 0.5438 | 0.4562 |
| FY 2032-33 | 0.4377 | 0.5623 | 0.5511 | 0.4489 |

* per June 2001 agreement

Tobacco Settlement Payments to Florida
Calculation of Annual Settlement Payment Liability

| | Settlement Agreement Annual Payment (\$ Millions) | Annual Payment Inflation Adjustment | Annual Payment Volume Adjustment | Calculated Annual Payment Liability (\$ Millions) |
|------------|--|--|---|--|
| FY 1997-98 | 750.0 | | | 750.0 |
| FY 1998-99 | 343.5 | | | 343.5 |
| FY 1999-00 | 712.1 | 1.0300 | 0.8607 | 631.3 |
| FY 2000-01 | 739.6 | 1.0649 | 0.8474 | 667.4 |
| FY 2001-02 | 822.1 | 1.0968 | 0.8100 | 730.3 |
| FY 2002-03 | 590.3 | 1.1297 | 0.7714 | 514.5 |
| FY 2003-04 | 440.0 | 1.1636 | 0.7283 | 372.9 |
| FY 2004-05 | 440.0 | 1.2015 | 0.7171 | 379.1 |
| FY 2005-06 | 440.0 | 1.2426 | 0.7025 | 384.1 |
| FY 2006-07 | 440.0 | 1.2798 | 0.6806 | 383.3 |
| FY 2007-08 | 440.0 | 1.3182 | 0.6660 | 386.3 |
| FY 2008-09 | 440.0 | 1.3578 | 0.6545 | 391.0 |
| FY 2009-10 | 440.0 | 1.3985 | 0.6435 | 396.0 |
| FY 2010-11 | 440.0 | 1.4405 | 0.6327 | 401.0 |
| FY 2011-12 | 440.0 | 1.4837 | 0.6223 | 406.2 |
| FY 2012-13 | 440.0 | 1.5282 | 0.6126 | 411.9 |
| FY 2013-14 | 440.0 | 1.5740 | 0.6031 | 417.7 |
| FY 2014-15 | 440.0 | 1.6212 | 0.5939 | 423.7 |
| FY 2015-16 | 440.0 | 1.6699 | 0.5861 | 430.6 |
| FY 2016-17 | 440.0 | 1.7200 | 0.5782 | 437.6 |
| FY 2017-18 | 440.0 | 1.7716 | 0.5697 | 444.1 |
| FY 2018-19 | 440.0 | 1.8247 | 0.5608 | 450.3 |
| FY 2019-20 | 440.0 | 1.8795 | 0.5514 | 456.0 |
| FY 2020-21 | 440.0 | 1.9359 | 0.5424 | 462.0 |
| FY 2021-22 | 440.0 | 1.9939 | 0.5336 | 468.1 |
| FY 2022-23 | 440.0 | 2.0537 | 0.5254 | 474.8 |
| FY 2023-24 | 440.0 | 2.1154 | 0.5174 | 481.6 |
| FY 2024-25 | 440.0 | 2.1788 | 0.5094 | 488.4 |
| FY 2025-26 | 440.0 | 2.2442 | 0.5017 | 495.4 |
| FY 2026-27 | 440.0 | 2.3115 | 0.4940 | 502.4 |
| FY 2027-28 | 440.0 | 2.3809 | 0.4862 | 509.3 |
| FY 2028-29 | 440.0 | 2.4523 | 0.4785 | 516.3 |
| FY 2029-30 | 440.0 | 2.5259 | 0.4710 | 523.5 |
| FY 2030-31 | 440.0 | 2.6016 | 0.4636 | 530.7 |
| FY 2031-32 | 440.0 | 2.6797 | 0.4562 | 537.9 |
| FY 2032-33 | 440.0 | 2.7601 | 0.4489 | 545.2 |

Tobacco Settlement Payments to Florida
Calculation of Net Operating Profit Adjustment Liability*

| | Tobacco Inflation Factor | Base Profit Inflation Adjustment | Inflation Adjusted Net Operating Base Profits (\$ Millions) | Estimated Net Operating Profits (\$ Millions) | % chg | Increase in profit from adjusted base (\$ Millions) | Florida Profit Adjustment Liability (5.5% of 25%) (\$ Millions) |
|------------|---|---|--|--|--------------|--|--|
| FY 1997-98 | 0.000% | | 3,114.6 | 3,114.6 | | | |
| FY 1998-99 | 3.000% | 1.0300 | 3,208.0 | #N/A | | | |
| FY 1999-00 | 3.000% | 1.0609 | 3,304.3 | 4,667.3 | | 1,363.0 | 18.7 |
| FY 2000-01 | 3.387% | 1.0968 | 3,416.2 | 4,898.1 | 4.9% | 1,481.9 | 20.4 |
| FY 2001-02 | 3.000% | 1.1297 | 3,519.2 | 4,885.2 | -0.3% | 1,366.0 | 18.8 |
| FY 2002-03 | 3.000% | 1.1636 | 3,624.8 | 4,530.6 | -7.3% | 905.8 | 12.5 |
| FY 2003-04 | 3.000% | 1.1985 | 3,732.9 | 854.7 | -81.1% | -2,878.2 | 0.0 |
| FY 2004-05 | 3.256% | 1.2376 | 3,854.5 | 3,783.6 | 342.7% | -70.9 | 0.0 |
| FY 2005-06 | 3.416% | 1.2798 | 3,986.2 | 4,122.0 | 8.9% | 135.8 | 1.9 |
| FY 2006-07 | 3.000% | 1.3182 | 4,105.7 | 4,245.6 | 3.0% | 139.9 | 1.9 |
| FY 2007-08 | 3.000% | 1.3578 | 4,228.9 | 4,245.6 | 0.0% | 16.7 | 0.2 |
| FY 2008-09 | 3.000% | 1.3985 | 4,355.8 | 4,245.6 | 0.0% | -110.2 | 0.0 |
| FY 2009-10 | 3.000% | 1.4405 | 4,486.5 | 4,245.6 | 0.0% | -240.9 | 0.0 |
| FY 2010-11 | 3.000% | 1.4837 | 4,621.0 | 4,245.6 | 0.0% | -375.4 | 0.0 |
| FY 2011-12 | 3.000% | 1.5282 | 4,759.7 | 4,245.6 | 0.0% | -514.1 | 0.0 |
| FY 2012-13 | 3.000% | 1.5740 | 4,902.5 | 4,245.6 | 0.0% | -656.9 | 0.0 |
| FY 2013-14 | 3.000% | 1.6212 | 5,049.5 | 4,245.6 | 0.0% | -803.9 | 0.0 |
| FY 2014-15 | 3.000% | 1.6699 | 5,201.0 | 4,245.6 | 0.0% | -955.4 | 0.0 |
| FY 2015-16 | 3.000% | 1.7200 | 5,357.1 | 4,245.6 | 0.0% | -1,111.5 | 0.0 |
| FY 2016-17 | 3.000% | 1.7716 | 5,517.8 | 4,245.6 | 0.0% | -1,272.2 | 0.0 |
| FY 2017-18 | 3.000% | 1.8247 | 5,683.3 | 4,245.6 | 0.0% | -1,437.7 | 0.0 |
| FY 2018-19 | 3.000% | 1.8795 | 5,853.8 | 4,245.6 | 0.0% | -1,608.2 | 0.0 |
| FY 2019-20 | 3.000% | 1.9359 | 6,029.4 | 4,245.6 | 0.0% | -1,783.8 | 0.0 |
| FY 2020-21 | 3.000% | 1.9939 | 6,210.3 | 4,245.6 | 0.0% | -1,964.7 | 0.0 |
| FY 2021-22 | 3.000% | 2.0537 | 6,396.6 | 4,245.6 | 0.0% | -2,151.0 | 0.0 |
| FY 2022-23 | 3.000% | 2.1154 | 6,588.5 | 4,245.6 | 0.0% | -2,342.9 | 0.0 |
| FY 2023-24 | 3.000% | 2.1788 | 6,786.2 | 4,245.6 | 0.0% | -2,540.6 | 0.0 |
| FY 2024-25 | 3.000% | 2.2442 | 6,989.7 | 4,245.6 | 0.0% | -2,744.1 | 0.0 |
| FY 2025-26 | 3.000% | 2.3115 | 7,199.4 | 4,245.6 | 0.0% | -2,953.8 | 0.0 |
| FY 2026-27 | 3.000% | 2.3809 | 7,415.4 | 4,245.6 | 0.0% | -3,169.8 | 0.0 |
| FY 2027-28 | 3.000% | 2.4523 | 7,637.9 | 4,245.6 | 0.0% | -3,392.3 | 0.0 |
| FY 2028-29 | 3.000% | 2.5259 | 7,867.0 | 4,245.6 | 0.0% | -3,621.4 | 0.0 |
| FY 2029-30 | 3.000% | 2.6016 | 8,103.0 | 4,245.6 | 0.0% | -3,857.4 | 0.0 |
| FY 2030-31 | 3.000% | 2.6797 | 8,346.1 | 4,245.6 | 0.0% | -4,100.5 | 0.0 |
| FY 2031-32 | 3.000% | 2.7601 | 8,596.5 | 4,245.6 | 0.0% | -4,350.9 | 0.0 |
| FY 2032-33 | 3.000% | 2.8429 | 8,854.4 | 4,245.6 | 0.0% | -4,608.8 | 0.0 |

* per June 2001 agreement

**Tobacco Settlement Payments to Florida
Combined Payments (\$ Millions)**

| | Calculated Annual Payment <u>Liability</u> | Adjustments For over/under Payments | Estimated Cash Annual Payments | Calculated Florida Profit Adjustment <u>Liability</u> | Adjustments For over/under Payments | Estimated Cash Profit Adjustment Payments | Estimated Combined Cash Payments | Actual Combined Cash Payments |
|------------|---|--|---|--|--|--|---|--|
| FY 1997-98 | 750.0 | 0.0 | 750.0 | | | | 750.0 | 562.5 |
| FY 1998-99 | 343.5 | 0.0 | 343.5 | | | | 343.5 | 531.0 |
| FY 1999-00 | 631.3 | 0.0 | 631.3 | 37.4 | 3.3 | 40.7 | 672.0 | 640.9 |
| FY 2000-01 | 667.4 | 0.0 | 667.4 | 40.8 | 0.0 | 40.8 | 708.2 | 743.4 |
| FY 2001-02 | 730.3 | -5.6 | 724.7 | 37.6 | 0.0 | 37.6 | 762.3 | 765.7 |
| FY 2002-03 | 514.5 | -3.7 | 510.8 | 25.0 | -3.0 | 22.0 | 532.8 | 546.4 |
| FY 2003-04 | 372.9 | -11.5 | 361.4 | 0.0 | 0.0 | 0.0 | 361.4 | 364.0 |
| FY 2004-05 | 379.1 | -2.5 | 376.6 | 0.0 | 0.0 | 0.0 | 376.6 | 378.3 |
| FY 2005-06 | 384.1 | -1.8 | 382.3 | 1.9 | -0.7 | 1.2 | 383.5 | 387.2 |
| FY 2006-07 | 383.3 | -3.1 | 380.2 | 1.9 | 0.0 | 1.9 | 382.1 | 382.1 |
| FY 2007-08 | 386.3 | 0.0 | 386.3 | 0.2 | 0.0 | 0.2 | 386.5 | 386.5 |
| FY 2008-09 | 391.0 | 0.0 | 391.0 | 0.0 | 0.0 | 0.0 | 391.0 | 391.0 |
| FY 2009-10 | 396.0 | 0.0 | 396.0 | 0.0 | 0.0 | 0.0 | 396.0 | 396.0 |
| FY 2010-11 | 401.0 | 0.0 | 401.0 | 0.0 | 0.0 | 0.0 | 401.0 | 401.0 |
| FY 2011-12 | 406.2 | 0.0 | 406.2 | 0.0 | 0.0 | 0.0 | 406.2 | 406.2 |
| FY 2012-13 | 411.9 | 0.0 | 411.9 | 0.0 | 0.0 | 0.0 | 411.9 | 411.9 |
| FY 2013-14 | 417.7 | 0.0 | 417.7 | 0.0 | 0.0 | 0.0 | 417.7 | 417.7 |
| FY 2014-15 | 423.7 | 0.0 | 423.7 | 0.0 | 0.0 | 0.0 | 423.7 | 423.7 |
| FY 2015-16 | 430.6 | 0.0 | 430.6 | 0.0 | 0.0 | 0.0 | 430.6 | 430.6 |
| FY 2016-17 | 437.6 | 0.0 | 437.6 | 0.0 | 0.0 | 0.0 | 437.6 | 437.6 |
| FY 2017-18 | 444.1 | 0.0 | 444.1 | 0.0 | 0.0 | 0.0 | 444.1 | 444.1 |
| FY 2018-19 | 450.3 | 0.0 | 450.3 | 0.0 | 0.0 | 0.0 | 450.3 | 450.3 |
| FY 2019-20 | 456.0 | 0.0 | 456.0 | 0.0 | 0.0 | 0.0 | 456.0 | 456.0 |
| FY 2020-21 | 462.0 | 0.0 | 462.0 | 0.0 | 0.0 | 0.0 | 462.0 | 462.0 |
| FY 2021-22 | 468.1 | 0.0 | 468.1 | 0.0 | 0.0 | 0.0 | 468.1 | 468.1 |
| FY 2022-23 | 474.8 | 0.0 | 474.8 | 0.0 | 0.0 | 0.0 | 474.8 | 474.8 |
| FY 2023-24 | 481.6 | 0.0 | 481.6 | 0.0 | 0.0 | 0.0 | 481.6 | 481.6 |
| FY 2024-25 | 488.4 | 0.0 | 488.4 | 0.0 | 0.0 | 0.0 | 488.4 | 488.4 |
| FY 2025-26 | 495.4 | 0.0 | 495.4 | 0.0 | 0.0 | 0.0 | 495.4 | 495.4 |
| FY 2026-27 | 502.4 | 0.0 | 502.4 | 0.0 | 0.0 | 0.0 | 502.4 | 502.4 |
| FY 2027-28 | 509.3 | 0.0 | 509.3 | 0.0 | 0.0 | 0.0 | 509.3 | 509.3 |
| FY 2028-29 | 516.3 | 0.0 | 516.3 | 0.0 | 0.0 | 0.0 | 516.3 | 516.3 |
| FY 2029-30 | 523.5 | 0.0 | 523.5 | 0.0 | 0.0 | 0.0 | 523.5 | 523.5 |
| FY 2030-31 | 530.7 | 0.0 | 530.7 | 0.0 | 0.0 | 0.0 | 530.7 | 530.7 |
| FY 2031-32 | 537.9 | 0.0 | 537.9 | 0.0 | 0.0 | 0.0 | 537.9 | 537.9 |
| FY 2032-33 | 545.2 | 0.0 | 545.2 | 0.0 | 0.0 | 0.0 | 545.2 | 545.2 |

Tobacco Settlement Payments to Florida
Old vs. New Forecast of Total Payments (\$ Millions)

| | New Forecast of Cash Settlement Payments | Old Forecast of Cash Settlement Payments | <u>Difference</u> |
|------------|---|---|--------------------------|
| FY 1997-98 | 562.5 | 562.5 | 0.0 |
| FY 1998-99 | 531.0 | 531.0 | 0.0 |
| FY 1999-00 | 640.9 | 640.9 | 0.0 |
| FY 2000-01 | 743.4 | 743.4 | 0.0 |
| FY 2001-02 | 765.7 | 765.7 | 0.0 |
| FY 2002-03 | 546.4 | 546.4 | 0.0 |
| FY 2003-04 | 364.0 | 364.0 | 0.0 |
| FY 2004-05 | 378.3 | 378.3 | 0.0 |
| FY 2005-06 | 387.2 | 377.1 | 10.1 |
| FY 2006-07 | 382.1 | 384.7 | -2.6 |
| FY 2007-08 | 386.5 | 390.4 | -3.9 |
| FY 2008-09 | 391.0 | 396.3 | -5.3 |
| FY 2009-10 | 396.0 | 402.2 | -6.2 |
| FY 2010-11 | 401.0 | 408.0 | -7.0 |
| FY 2011-12 | 406.2 | 413.3 | -7.1 |
| FY 2012-13 | 411.9 | 419.1 | -7.2 |
| FY 2013-14 | 417.7 | 425.1 | -7.4 |
| FY 2014-15 | 423.7 | 431.2 | -7.5 |
| FY 2015-16 | 430.6 | 437.1 | -6.5 |
| FY 2016-17 | 437.6 | 443.1 | -5.5 |
| FY 2017-18 | 444.1 | 449.3 | -5.2 |
| FY 2018-19 | 450.3 | 455.4 | -5.1 |
| FY 2019-20 | 456.0 | 461.3 | -5.3 |
| FY 2020-21 | 462.0 | 467.4 | -5.4 |
| FY 2021-22 | 468.1 | 473.3 | -5.2 |
| FY 2022-23 | 474.8 | 479.3 | -4.5 |
| FY 2023-24 | 481.6 | 485.4 | -3.8 |
| FY 2024-25 | 488.4 | 491.8 | -3.4 |
| FY 2025-26 | 495.4 | 498.4 | -3.0 |
| FY 2026-27 | 502.4 | 505.4 | -3.0 |
| FY 2027-28 | 509.3 | 512.5 | -3.2 |
| FY 2028-29 | 516.3 | 519.7 | -3.4 |
| FY 2029-30 | 523.5 | 527.0 | -3.5 |
| FY 2030-31 | 530.7 | 534.4 | -3.7 |
| FY 2031-32 | 537.9 | 541.9 | -4.0 |
| FY 2032-33 | 545.2 | 549.3 | -4.1 |

TOBACCO SETTLEMENT TRUST FUND

FINANCIAL OUTLOOK STATEMENT
 FY 2006-07 and FY 2007-08
 (\$ MILLIONS)

DATE: 24-Oct-06
 TIME: 09:40 AM

| | <u>RECURRING</u> | <u>NON-RECURRING</u> | <u>TOTAL</u> |
|---|------------------|----------------------|--------------|
| FUNDS AVAILABLE 2006-07 | | | |
| Balance forward from 2005-06 | 0.0 | 62.7 | 62.7 |
| Annual settlement payment estimate | 380.2 | 0.0 | 380.2 |
| Profit adjustment estimate | 1.9 | 0.0 | 1.9 |
| Transfer from Lawton Chiles Endowment - Regular | 37.2 | 0.0 | 37.2 |
| Interest earnings | <u>1.0</u> | <u>0.0</u> | <u>1.0</u> |
| Total 2006-07 funds available | 420.3 | 62.7 | 483.0 |
| EFFECTIVE APPROPRIATIONS 2006-07 | | | |
| Agency for Health Care Administration | 169.6 | 0.7 | 170.3 |
| Department of Children and Family Services | 146.8 | 6.8 | 153.6 |
| Department of Elder Affairs | 24.8 | 1.6 | 26.4 |
| Department of Health | 50.8 | 11.4 | 62.2 |
| Agency for Persons with Disabilities | <u>22.6</u> | <u>0.0</u> | <u>22.6</u> |
| Total 2006-07 effective appropriations | <u>414.6</u> | <u>20.5</u> | <u>435.1</u> |
| AVAILABLE RESERVES | 5.7 | 42.2 | 47.9 |
| FUNDS AVAILABLE 2007-08 | | | |
| Balance forward from 2006-07 | 0.0 | 47.9 | 47.9 |
| Annual settlement payment estimate | 386.3 | 0.0 | 386.3 |
| Profit adjustment estimate | 0.2 | 0.0 | 0.2 |
| Transfer from Lawton Chiles Endowment - Regular | 38.6 | 0.0 | 38.6 |
| Interest earnings | <u>1.0</u> | <u>0.0</u> | <u>1.0</u> |
| Total 2006-07 funds available | 426.1 | 47.9 | 474.0 |

This financial outlook statement does not include the transfer from the Lawton Chiles Endowment Fund to the Biomedical Research Trust Fund under section 215.5601, Florida Statutes, nor does it include the appropriation from the trust fund. The projected amount of the transfer is \$3.5 million for FY 2006-07 and \$3.7 million for FY 07-08.

FLORIDA TOBACCO SETTLEMENT TRUST FUND
RETROSPECT
FY 2004-05 and FY 2005-06
(\$ MILLIONS)

24-Oct-2006

| | <u>RECURRING</u> | NON- <u>RECURRING</u> | <u>TOTAL</u> |
|---|------------------|--------------------------|--------------|
| FUNDS AVAILABLE 2004-05 | | | |
| Balance forward from 2003-04 | 0.0 | 7.3 | 7.3 |
| Annual settlement payment | 378.3 | 0.0 | 378.3 |
| Profit adjustment | 0.0 | 0.0 | 0.0 |
| Transfer from Lawton Chiles Endowment - Regular | 36.6 | 0.0 | 36.6 |
| Nonoperating revenues | 0.0 | 1.3 | 1.3 |
| Midyear reversions | 0.0 | 3.2 | 3.2 |
| Interest earnings | <u>1.8</u> | <u>0.0</u> | <u>1.8</u> |
| Total 2004-05 funds available | 416.7 | 11.8 | 428.5 |
| EXPENDITURES 2004-05 | | | |
| Agency for Health Care Administration | 170.1 | 0.0 | 170.1 |
| Department of Children and Family Services | 164.1 | 0.0 | 164.1 |
| Department of Elder Affairs | 24.8 | 0.0 | 24.8 |
| Department of Health | 52.5 | 0.0 | 52.5 |
| Unused appropriations | <u>(9.6)</u> | <u>0.0</u> | <u>(9.6)</u> |
| Total 2004-05 expenditures | <u>401.9</u> | <u>0.0</u> | <u>401.9</u> |
| AVAILABLE RESERVES | 14.8 | 11.8 | 26.6 |
| FUNDS AVAILABLE 2005-06 | | | |
| Balance forward from 2004-05 | 0.0 | 26.6 | 26.6 |
| Annual settlement payment | 386.0 | 0.0 | 386.0 |
| Profit adjustment | 3.7 | 0.0 | 3.7 |
| Transfer from Lawton Chiles Endowment - Regular | 35.8 | 0.0 | 35.8 |
| Midyear reversions from FY 2004-05 | 0.0 | 7.0 | 7.0 |
| Interest earnings | <u>2.1</u> | <u>0.0</u> | <u>2.1</u> |
| Total 2005-06 funds available | 427.6 | 33.6 | 461.2 |
| EXPENDITURES 2005-06 | | | |
| Agency for Health Care Administration | 151.3 | 0.0 | 151.3 |
| Department of Children and Family Services | 140.0 | 7.6 | 147.6 |
| Department of Elder Affairs | 20.5 | 0.9 | 21.4 |
| Department of Health | 53.2 | 2.4 | 55.6 |
| Agency for Persons with Disabilities | <u>22.6</u> | <u>0.0</u> | <u>22.6</u> |
| Total 2005-06 expenditures | <u>387.6</u> | <u>10.9</u> | <u>398.5</u> |
| AVAILABLE RESERVES | 40.0 | 22.7 | 62.7 |