

TOBACCO SETTLEMENT PAYMENTS FORECAST

REVENUE ESTIMATING CONFERENCE

February 12, 2007

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

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

		December Consumer Price Index	% chg	Settlement Inflation Factor	Settlement Inflation Index	Annual Payment Inflation Adjustment
CY 1997	FY 1997-98	161.3		0.000%	100.000	1.0000
CY 1998	FY 1998-99	163.9	1.612%	3.000%	100.000	1.0000
CY 1999	FY 1999-00	168.3	2.685%	3.000%	103.000	1.0300
CY 2000	FY 2000-01	174.0	3.387%	3.387%	106.489	1.0649
CY 2001	FY 2001-02	176.7	1.552%	3.000%	109.683	1.0968
CY 2002	FY 2002-03	180.9	2.377%	3.000%	112.974	1.1297
CY 2003	FY 2003-04	184.3	1.879%	3.000%	116.363	1.1636
CY 2004	FY 2004-05	190.3	3.256%	3.256%	120.151	1.2015
CY 2005	FY 2005-06	196.8	3.416%	3.416%	124.255	1.2426
CY 2006	FY 2006-07	201.8	2.541%	3.000%	127.983	1.2798
CY 2007	FY 2007-08	205.3	1.750%	3.000%	131.822	1.3182
CY 2008	FY 2008-09	209.8	2.178%	3.000%	135.777	1.3578
CY 2009	FY 2009-10	213.9	1.965%	3.000%	139.850	1.3985
CY 2010	FY 2010-11	218.0	1.907%	3.000%	144.046	1.4405
CY 2011	FY 2011-12	222.3	1.970%	3.000%	148.367	1.4837
CY 2012	FY 2012-13	226.5	1.871%	3.000%	152.818	1.5282
CY 2013	FY 2013-14	230.7	1.858%	3.000%	157.403	1.5740
CY 2014	FY 2014-15	235.0	1.881%	3.000%	162.125	1.6212
CY 2015	FY 2015-16	239.5	1.907%	3.000%	166.989	1.6699
CY 2016	FY 2016-17	244.1	1.930%	3.000%	171.998	1.7200
CY 2017	FY 2017-18	248.8	1.930%	3.000%	177.158	1.7716
CY 2018	FY 2018-19	253.6	1.930%	3.000%	182.473	1.8247
CY 2019	FY 2019-20	258.5	1.930%	3.000%	187.947	1.8795
CY 2020	FY 2020-21	263.5	1.930%	3.000%	193.586	1.9359
CY 2021	FY 2021-22	268.6	1.930%	3.000%	199.393	1.9939
CY 2022	FY 2022-23	273.8	1.930%	3.000%	205.375	2.0537
CY 2023	FY 2023-24	279.0	1.930%	3.000%	211.536	2.1154
CY 2024	FY 2024-25	284.4	1.930%	3.000%	217.882	2.1788
CY 2025	FY 2025-26	289.9	1.930%	3.000%	224.419	2.2442
CY 2026	FY 2026-27	295.5	1.930%	3.000%	231.151	2.3115
CY 2027	FY 2027-28	301.2	1.930%	3.000%	238.086	2.3809
CY 2028	FY 2028-29	307.0	1.930%	3.000%	245.228	2.4523
CY 2029	FY 2029-30	313.0	1.930%	3.000%	252.585	2.5259
CY 2030	FY 2030-31	319.0	1.930%	3.000%	260.163	2.6016
CY 2031	FY 2031-32	325.1	1.930%	3.000%	267.968	2.6797
CY 2032	FY 2032-33	331.4	1.930%	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
CY 1997	FY 1997-98	480.000		98.18%	471.248		1.0000
CY 1998	FY 1998-99	465.000	-3.13%	96.62%	449.288	-4.66%	0.9534
CY 1999	FY 1999-00	435.000	-6.45%	92.93%	404.252	-10.02%	0.8578
CY 2000	FY 2000-01	430.000	-1.15%	92.53%	397.858	-1.58%	0.8443
CY 2001	FY 2001-02	425.000	-1.16%	89.38%	379.860	-4.52%	0.8061
CY 2002	FY 2002-03	415.000	-2.35%	87.07%	361.335	-4.88%	0.7668
CY 2003	FY 2003-04	400.000	-3.61%	85.15%	340.603	-5.74%	0.7228
CY 2004	FY 2004-05	388.000	-3.00%	86.40%	335.232	-1.58%	0.7114
CY 2005	FY 2005-06	376.000	-3.09%	87.28%	328.173	-2.11%	0.6964
CY 2006	FY 2006-07	372.000	-1.06%	87.45%	325.328	-0.87%	0.6904
CY 2007	FY 2007-08	367.164	-1.30%	87.45%	321.099	-1.30%	0.6814
CY 2008	FY 2008-09	360.519	-1.81%	87.45%	315.288	-1.81%	0.6690
CY 2009	FY 2009-10	354.981	-1.54%	87.45%	310.444	-1.54%	0.6588
CY 2010	FY 2010-11	349.909	-1.43%	87.45%	306.008	-1.43%	0.6494
CY 2011	FY 2011-12	345.088	-1.38%	87.45%	301.792	-1.38%	0.6404
CY 2012	FY 2012-13	339.158	-1.72%	87.45%	296.606	-1.72%	0.6294
CY 2013	FY 2013-14	333.130	-1.78%	87.45%	291.335	-1.78%	0.6182
CY 2014	FY 2014-15	327.914	-1.57%	87.45%	286.773	-1.57%	0.6085
CY 2015	FY 2015-16	323.100	-1.47%	87.45%	282.563	-1.47%	0.5996
CY 2016	FY 2016-17	318.470	-1.43%	87.45%	278.514	-1.43%	0.5910
CY 2017	FY 2017-18	313.691	-1.50%	87.45%	274.334	-1.50%	0.5821
CY 2018	FY 2018-19	309.108	-1.46%	87.45%	270.327	-1.46%	0.5736
CY 2019	FY 2019-20	304.369	-1.53%	87.45%	266.182	-1.53%	0.5648
CY 2020	FY 2020-21	299.837	-1.49%	87.45%	262.218	-1.49%	0.5564
CY 2021	FY 2021-22	295.101	-1.58%	87.45%	258.077	-1.58%	0.5476
CY 2022	FY 2022-23	290.691	-1.49%	87.45%	254.220	-1.49%	0.5395
CY 2023	FY 2023-24	286.282	-1.52%	87.45%	250.364	-1.52%	0.5313
CY 2024	FY 2024-25	281.909	-1.53%	87.45%	246.540	-1.53%	0.5232
CY 2025	FY 2025-26	277.754	-1.47%	87.45%	242.906	-1.47%	0.5155
CY 2026	FY 2026-27	273.604	-1.49%	87.45%	239.277	-1.49%	0.5078
CY 2027	FY 2027-28	269.414	-1.53%	87.45%	235.612	-1.53%	0.5000
CY 2028	FY 2028-29	265.191	-1.57%	87.45%	231.920	-1.57%	0.4921
CY 2029	FY 2029-30	260.979	-1.59%	87.45%	228.236	-1.59%	0.4843
CY 2030	FY 2030-31	256.807	-1.60%	87.45%	224.588	-1.60%	0.4766
CY 2031	FY 2031-32	252.718	-1.59%	87.45%	221.011	-1.59%	0.4690
CY 2032	FY 2032-33	248.275	-1.76%	87.45%	217.125	-1.76%	0.4607

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>Annual Payment Volume Adjustment (1 - youth adj.)</u>
CY 1997	FY 1997-98	1.0000			
CY 1998	FY 1998-99	0.9534			
CY 1999	FY 1999-00	0.8578	0.1422	0.1393	0.8607
CY 2000	FY 2000-01	0.8443	0.1557	0.1526	0.8474
CY 2001	FY 2001-02	0.8061	0.1939	0.1900	0.8100
CY 2002	FY 2002-03	0.7668	0.2332	0.2286	0.7714
CY 2003	FY 2003-04	0.7228	0.2772	0.2717	0.7283
CY 2004	FY 2004-05	0.7114	0.2886	0.2829	0.7171
CY 2005	FY 2005-06	0.6964	0.3036	0.2975	0.7025
CY 2006	FY 2006-07	0.6904	0.3096	0.3035	0.6965
CY 2007	FY 2007-08	0.6814	0.3186	0.3122	0.6878
CY 2008	FY 2008-09	0.6690	0.3310	0.3243	0.6757
CY 2009	FY 2009-10	0.6588	0.3412	0.3344	0.6656
CY 2010	FY 2010-11	0.6494	0.3506	0.3436	0.6564
CY 2011	FY 2011-12	0.6404	0.3596	0.3524	0.6476
CY 2012	FY 2012-13	0.6294	0.3706	0.3632	0.6368
CY 2013	FY 2013-14	0.6182	0.3818	0.3741	0.6259
CY 2014	FY 2014-15	0.6085	0.3915	0.3836	0.6164
CY 2015	FY 2015-16	0.5996	0.4004	0.3924	0.6076
CY 2016	FY 2016-17	0.5910	0.4090	0.4008	0.5992
CY 2017	FY 2017-18	0.5821	0.4179	0.4095	0.5905
CY 2018	FY 2018-19	0.5736	0.4264	0.4178	0.5822
CY 2019	FY 2019-20	0.5648	0.4352	0.4265	0.5735
CY 2020	FY 2020-21	0.5564	0.4436	0.4347	0.5653
CY 2021	FY 2021-22	0.5476	0.4524	0.4433	0.5567
CY 2022	FY 2022-23	0.5395	0.4605	0.4513	0.5487
CY 2023	FY 2023-24	0.5313	0.4687	0.4593	0.5407
CY 2024	FY 2024-25	0.5232	0.4768	0.4673	0.5327
CY 2025	FY 2025-26	0.5155	0.4845	0.4749	0.5251
CY 2026	FY 2026-27	0.5078	0.4922	0.4824	0.5176
CY 2027	FY 2027-28	0.5000	0.5000	0.4900	0.5100
CY 2028	FY 2028-29	0.4921	0.5079	0.4977	0.5023
CY 2029	FY 2029-30	0.4843	0.5157	0.5054	0.4946
CY 2030	FY 2030-31	0.4766	0.5234	0.5130	0.4870
CY 2031	FY 2031-32	0.4690	0.5310	0.5204	0.4796
CY 2032	FY 2032-33	0.4607	0.5393	0.5285	0.4715

* 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)
CY 1997	FY 1997-98	750.0			750.0
CY 1998	FY 1998-99	343.5			343.5
CY 1999	FY 1999-00	712.1	1.0300	0.8607	631.3
CY 2000	FY 2000-01	739.6	1.0649	0.8474	667.4
CY 2001	FY 2001-02	822.1	1.0968	0.8100	730.3
CY 2002	FY 2002-03	590.3	1.1297	0.7714	514.5
CY 2003	FY 2003-04	440.0	1.1636	0.7283	372.9
CY 2004	FY 2004-05	440.0	1.2015	0.7171	379.1
CY 2005	FY 2005-06	440.0	1.2426	0.7025	384.1
CY 2006	FY 2006-07	440.0	1.2798	0.6965	392.2
CY 2007	FY 2007-08	440.0	1.3182	0.6878	398.9
CY 2008	FY 2008-09	440.0	1.3578	0.6757	403.7
CY 2009	FY 2009-10	440.0	1.3985	0.6656	409.6
CY 2010	FY 2010-11	440.0	1.4405	0.6564	416.0
CY 2011	FY 2011-12	440.0	1.4837	0.6476	422.8
CY 2012	FY 2012-13	440.0	1.5282	0.6368	428.2
CY 2013	FY 2013-14	440.0	1.5740	0.6259	433.5
CY 2014	FY 2014-15	440.0	1.6212	0.6164	439.7
CY 2015	FY 2015-16	440.0	1.6699	0.6076	446.4
CY 2016	FY 2016-17	440.0	1.7200	0.5992	453.5
CY 2017	FY 2017-18	440.0	1.7716	0.5905	460.3
CY 2018	FY 2018-19	440.0	1.8247	0.5822	467.4
CY 2019	FY 2019-20	440.0	1.8795	0.5735	474.3
CY 2020	FY 2020-21	440.0	1.9359	0.5653	481.5
CY 2021	FY 2021-22	440.0	1.9939	0.5567	488.4
CY 2022	FY 2022-23	440.0	2.0537	0.5487	495.8
CY 2023	FY 2023-24	440.0	2.1154	0.5407	503.2
CY 2024	FY 2024-25	440.0	2.1788	0.5327	510.7
CY 2025	FY 2025-26	440.0	2.2442	0.5251	518.5
CY 2026	FY 2026-27	440.0	2.3115	0.5176	526.4
CY 2027	FY 2027-28	440.0	2.3809	0.5100	534.2
CY 2028	FY 2028-29	440.0	2.4523	0.5023	542.0
CY 2029	FY 2029-30	440.0	2.5259	0.4946	549.7
CY 2030	FY 2030-31	440.0	2.6016	0.4870	557.5
CY 2031	FY 2031-32	440.0	2.6797	0.4796	565.5
CY 2032	FY 2032-33	440.0	2.7601	0.4715	572.6

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

		<u>Settlement Inflation Factor</u>	<u>Base Profit Inflation Adjustment</u>	<u>Inflation Adjusted Net Operating Base Profits (\$ Millions)</u>	<u>Estimated Net Operating Profits (\$ Millions)</u>	<u>% chg</u>	<u>Increase in profit from adjusted base (\$ Millions)</u>	<u>Florida Profit Adjustment Liability (5.5% of 25%) (\$ Millions)</u>
CY 1997	FY 1997-98	0.000%		3,114.6	3,114.6			
CY 1998	FY 1998-99	3.000%	1.0300	3,208.0	#N/A			
CY 1999	FY 1999-00	3.000%	1.0609	3,304.3	4,667.3		1,363.0	18.7
CY 2000	FY 2000-01	3.387%	1.0968	3,416.2	4,898.1	4.9%	1,481.9	20.4
CY 2001	FY 2001-02	3.000%	1.1297	3,519.2	4,885.2	-0.3%	1,366.0	18.8
CY 2002	FY 2002-03	3.000%	1.1636	3,624.8	4,530.6	-7.3%	905.8	12.5
CY 2003	FY 2003-04	3.000%	1.1985	3,732.9	854.7	-81.1%	-2,878.2	0.0
CY 2004	FY 2004-05	3.256%	1.2376	3,854.5	3,783.6	342.7%	-70.9	0.0
CY 2005	FY 2005-06	3.416%	1.2798	3,986.2	4,306.2	13.8%	320.0	4.4
CY 2006	FY 2006-07	3.000%	1.3182	4,105.7	4,708.2	9.3%	602.5	8.3
CY 2007	FY 2007-08	3.000%	1.3578	4,228.9	4,849.4	3.0%	620.5	8.5
CY 2008	FY 2008-09	3.000%	1.3985	4,355.8	4,994.9	3.0%	639.1	8.8
CY 2009	FY 2009-10	3.000%	1.4405	4,486.5	5,144.7	3.0%	658.3	9.1
CY 2010	FY 2010-11	3.000%	1.4837	4,621.0	5,299.1	3.0%	678.0	9.3
CY 2011	FY 2011-12	3.000%	1.5282	4,759.7	5,458.0	3.0%	698.4	9.6
CY 2012	FY 2012-13	3.000%	1.5740	4,902.5	5,621.8	3.0%	719.3	9.9
CY 2013	FY 2013-14	3.000%	1.6212	5,049.5	5,790.4	3.0%	740.9	10.2
CY 2014	FY 2014-15	3.000%	1.6699	5,201.0	5,964.2	3.0%	763.1	10.5
CY 2015	FY 2015-16	3.000%	1.7200	5,357.1	6,143.1	3.0%	786.0	10.8
CY 2016	FY 2016-17	3.000%	1.7716	5,517.8	6,327.4	3.0%	809.6	11.1
CY 2017	FY 2017-18	3.000%	1.8247	5,683.3	6,517.2	3.0%	833.9	11.5
CY 2018	FY 2018-19	3.000%	1.8795	5,853.8	6,712.7	3.0%	858.9	11.8
CY 2019	FY 2019-20	3.000%	1.9359	6,029.4	6,914.1	3.0%	884.7	12.2
CY 2020	FY 2020-21	3.000%	1.9939	6,210.3	7,121.5	3.0%	911.2	12.5
CY 2021	FY 2021-22	3.000%	2.0537	6,396.6	7,335.2	3.0%	938.5	12.9
CY 2022	FY 2022-23	3.000%	2.1154	6,588.5	7,555.2	3.0%	966.7	13.3
CY 2023	FY 2023-24	3.000%	2.1788	6,786.2	7,781.9	3.0%	995.7	13.7
CY 2024	FY 2024-25	3.000%	2.2442	6,989.7	8,015.3	3.0%	1,025.6	14.1
CY 2025	FY 2025-26	3.000%	2.3115	7,199.4	8,255.8	3.0%	1,056.3	14.5
CY 2026	FY 2026-27	3.000%	2.3809	7,415.4	8,503.5	3.0%	1,088.0	15.0
CY 2027	FY 2027-28	3.000%	2.4523	7,637.9	8,758.6	3.0%	1,120.7	15.4
CY 2028	FY 2028-29	3.000%	2.5259	7,867.0	9,021.3	3.0%	1,154.3	15.9
CY 2029	FY 2029-30	3.000%	2.6016	8,103.0	9,292.0	3.0%	1,188.9	16.3
CY 2030	FY 2030-31	3.000%	2.6797	8,346.1	9,570.7	3.0%	1,224.6	16.8
CY 2031	FY 2031-32	3.000%	2.7601	8,596.5	9,857.8	3.0%	1,261.3	17.3
CY 2032	FY 2032-33	3.000%	2.8429	8,854.4	10,153.6	3.0%	1,299.2	17.9

* 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 Payments	Actual Combined 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	4.4	-0.7	3.7	386.0	389.7
FY 2006-07	392.2	-3.3	388.9	8.3	-1.0	7.3	396.2	
FY 2007-08	398.9	-2.0	396.9	8.5	0.0	8.5	405.4	
FY 2008-09	403.7	0.0	403.7	8.8	0.0	8.8	412.5	
FY 2009-10	409.6	0.0	409.6	9.1	0.0	9.1	418.7	
FY 2010-11	416.0	0.0	416.0	9.3	0.0	9.3	425.3	
FY 2011-12	422.8	0.0	422.8	9.6	0.0	9.6	432.4	
FY 2012-13	428.2	0.0	428.2	9.9	0.0	9.9	438.1	
FY 2013-14	433.5	0.0	433.5	10.2	0.0	10.2	443.7	
FY 2014-15	439.7	0.0	439.7	10.5	0.0	10.5	450.2	
FY 2015-16	446.4	0.0	446.4	10.8	0.0	10.8	457.2	
FY 2016-17	453.5	0.0	453.5	11.1	0.0	11.1	464.6	
FY 2017-18	460.3	0.0	460.3	11.5	0.0	11.5	471.8	
FY 2018-19	467.4	0.0	467.4	11.8	0.0	11.8	479.2	
FY 2019-20	474.3	0.0	474.3	12.2	0.0	12.2	486.5	
FY 2020-21	481.5	0.0	481.5	12.5	0.0	12.5	494.0	
FY 2021-22	488.4	0.0	488.4	12.9	0.0	12.9	501.3	
FY 2022-23	495.8	0.0	495.8	13.3	0.0	13.3	509.1	
FY 2023-24	503.2	0.0	503.2	13.7	0.0	13.7	516.9	
FY 2024-25	510.7	0.0	510.7	14.1	0.0	14.1	524.8	
FY 2025-26	518.5	0.0	518.5	14.5	0.0	14.5	533.0	
FY 2026-27	526.4	0.0	526.4	15.0	0.0	15.0	541.4	
FY 2027-28	534.2	0.0	534.2	15.4	0.0	15.4	549.6	
FY 2028-29	542.0	0.0	542.0	15.9	0.0	15.9	557.9	
FY 2029-30	549.7	0.0	549.7	16.3	0.0	16.3	566.0	
FY 2030-31	557.5	0.0	557.5	16.8	0.0	16.8	574.3	
FY 2031-32	565.5	0.0	565.5	17.3	0.0	17.3	582.8	
FY 2032-33	572.6	0.0	572.6	17.9	0.0	17.9	590.5	

TOBACCO SETTLEMENT TRUST FUND
including all legislative action resulting from the 2007 regular session
FINANCIAL OUTLOOK STATEMENT
FY 2006-07 and FY 2007-08
(\$ MILLIONS)

DATE: 12-Jul-07
TIME: 11:00 AM

	RECURRING	NON-RECURRING	TOTAL
FUNDS AVAILABLE 2006-07			
Balance forward from 2005-06	0.0	62.7	62.7
Annual settlement payment	388.9	0.0	388.9
Profit adjustment	7.5	0.0	7.5
Transfer from Lawton Chiles Endowment Fund	37.4	0.0	37.4
Interest earnings	1.5	0.0	1.5
Total 2006-07 funds available	435.3	62.7	498.0
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	53.8	8.4	62.2
Agency for Persons with Disabilities	22.6	0.0	22.6
Total 2006-07 effective appropriations	417.6	17.5	435.1
AVAILABLE RESERVES	17.7	45.2	62.9
FUNDS AVAILABLE 2007-08			
Balance forward from 2006-07	0.0	62.9	62.9
Annual settlement payment estimate	396.9	0.0	396.9
Profit adjustment estimate	8.5	0.0	8.5
Transfer from Lawton Chiles Endowment Fund	40.9	0.0	40.9
Interest earnings	1.5	0.0	1.5
Total 2007-08 funds available	447.8	62.9	510.7
EFFECTIVE APPROPRIATIONS 2007-08			
Agency for Health Care Administration	170.2	3.0	173.2
Department of Children and Family Services	147.6	13.1	160.7
Department of Children and Family Services/vetoes	0.0	(0.5)	(0.5)
Department of Elder Affairs	24.8	3.8	28.6
Department of Elder Affairs/vetoes	0.0	(0.1)	(0.1)
Department of Health	105.2	28.5	133.7
Department of Health/vetoes	0.0	(2.5)	(2.5)
Agency for Persons with Disabilities	0.0	9.3	9.3
Total 2007-08 effective appropriations	447.8	54.6	502.4
AVAILABLE RESERVES	0.0	8.3	8.3

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 \$3.9 million for FY 2007-08 and \$4.3 million for FY 08-09.

TOBACCO SETTLEMENT TRUST FUND
including all legislative action resulting from the 2007 regular session
FINANCIAL OUTLOOK STATEMENT
FY 2008-09 through FY 2010-11
(\$ MILLIONS)

DATE: 12-Jul-07
TIME: 11:00 AM

	<u>RECURRING</u>	<u>NON-RECURRING</u>	<u>TOTAL</u>
FUNDS AVAILABLE 2008-09			
Balance forward from 2007-08	0.0	8.3	8.3
Annual settlement payment estimate	403.7	0.0	403.7
Profit adjustment estimate	8.8	0.0	8.8
Transfer from Lawton Chiles Endowment Fund	45.1	0.0	45.1
Interest earnings	<u>1.5</u>	<u>0.0</u>	<u>1.5</u>
Total 2008-09 funds available	459.1	8.3	467.4

The above funds available figures are not adjusted for any financial obligation related to the constitutional funding requirement for tobacco education and prevention. The amount of the financial obligation for FY 2008-09 is estimated to be \$58.8 million.

FUNDS AVAILABLE 2009-10			
Balance forward from 2008-09	0.0	0.0	0.0
Annual settlement payment estimate	409.6	0.0	409.6
Profit adjustment estimate	9.1	0.0	9.1
Transfer from Lawton Chiles Endowment Fund	45.1	0.0	45.1
Interest earnings	<u>1.5</u>	<u>0.0</u>	<u>1.5</u>
Total 2009-10 funds available	465.3	0.0	465.3

The above funds available figures are not adjusted for any financial obligation related to the constitutional funding requirement for tobacco education and prevention. The amount of the financial obligation for FY 2009-10 is estimated to be \$60.1 million.

FUNDS AVAILABLE 2010-11			
Balance forward from 2009-10	0.0	0.0	0.0
Annual settlement payment estimate	416.0	0.0	416.0
Profit adjustment estimate	9.3	0.0	9.3
Transfer from Lawton Chiles Endowment Fund	45.1	0.0	45.1
Interest earnings	<u>1.5</u>	<u>0.0</u>	<u>1.5</u>
Total 2010-11 funds available	471.9	0.0	471.9

The above funds available figures are not adjusted for any financial obligation related to the constitutional funding requirement for tobacco education and prevention. The amount of the financial obligation for FY 2010-11 is estimated to be \$61.4 million.

SOURCES AND USES OF TOBACCO SETTLEMENT FUNDS

	<u>1997-98</u>	<u>1998-99</u>	<u>1999-00</u>	<u>2000-01</u>	<u>2001-02</u>	<u>2002-03</u>	<u>2003-04</u>	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>
SOURCES:														
Carryforward		552.5	3.1	20.3	(22.2)	55.7	4.9	7.3	26.6	62.7	62.9	8.3	0.0	0.0
Initial tobacco settlement	562.5	407.5	222.8	250.8	317.1	316.2	364.0	378.3	386.0	388.9	396.9	403.7	409.6	416.0
Amended Settlement 9/17/98		123.5	418.1	423.6	419.4	208.3								
Profit adjustment				68.9	29.3	22.0	0.0	0.0	3.7	7.5	8.5	8.8	9.1	9.3
Transfer to Lawton Chiles Endowment Fund		(944.8)	(155.2)	(200.0)	(200.0)	(200.0)								
Transfer from Lawton Chiles End.- Regular				28.0	43.2	46.8	37.5	36.6	35.8	37.4	40.9	45.1	45.1	45.1
Transfer from Lawton Chiles End.- Biomed. Res. TF						4.4	3.6	3.5	3.4	3.6	3.9	4.3	4.3	4.3
Cancelled warrants/refunds/other nonoperating		0.0	17.6	1.3	0.7	3.1	0.1	1.3						
Midyear reversions					7.9	7.0	3.7	3.2	7.0					
Interest earned	13.2	67.6	10.6	14.1	8.4	2.9	1.9	1.8	2.0	1.5	1.5	1.5	1.5	1.5
TOTAL SOURCES	575.7	206.3	517.0	606.9	603.7	466.3	415.6	432.0	464.6	501.5	514.6	471.7	469.6	476.2
LESS: Distributions required by law														
Biomedical Research Trust Fund	-----	-----	-----	-----	-----	(4.4)	(3.6)	(3.5)	(3.4)	(3.6)	(3.9)	(4.3)	(4.3)	(4.3)
NET FUNDS AVAILABLE	575.7	206.3	517.0	606.9	603.7	461.9	412.1	428.5	461.2	498.0	510.7	467.4	465.3	471.9
USES:														
Agency for Health Care Administration														
Operations			1.7	1.4	1.7	1.2	1.2	1.2						
Kidcare/Healthy Kids		4.2	22.3	57.7	68.4	68.4	68.4	68.4	68.4	63.0	65.1			
Medikids		2.5	7.4	8.1	7.7	8.2	8.2	8.2	8.2	7.2	7.2			
Children's Medical Services Network		15.1	17.0	10.3	10.3	10.3	10.3	10.3	10.3	16.1	15.6			
Medicaid and other medical services		58.2	60.3	69.9	138.6	75.3	95.3	82.0	83.2	84.0	85.3			
Dept. of Children and Families														
Operations		14.5	67.8	40.6	27.7	25.8	26.2	24.2						
Contingency fund for ICF/DD				10.0	30.0									
Services			97.7	116.2	184.7	186.0	137.7	139.9	149.1	153.6	160.2			
Fixed Capital Outlay			9.6	0.4										
Dept. of Elder Affairs			17.2	25.1	25.0	24.8	24.8	24.8	25.7	26.4	28.5			
Dept. of Health														
Operations and Other Services	0.4	9.6	56.6	28.1	35.5	33.0	33.1	33.1	36.3	39.7	54.6			
Full Service Schools		11.0	11.0	10.0	8.5	8.5	8.5	8.5	8.5	8.5	8.5			
School Health Services		4.5	4.5	4.5	9.9	9.9	9.9	9.9	9.9	9.9	9.9			
Fixed Capital Outlay		14.8	60.1	10.3						0.5	0.3			
Tobacco Pilot Project/Education & Prevention	20.7	59.0	37.2	39.1	28.0	37.4	1.0	1.0	1.0	3.6	57.9			
Agency for Persons with Disabilities									22.6	22.6	9.3			
Other special appropriations and uses	2.2	12.3	22.4	220.8	16.2	11.9	10.2							
Unused appropriations/reversions	-----	(2.3)	(6.4)	(43.4)	(14.2)	(43.7)	(30.0)	(9.6)	(24.8)	-----	-----			
TOTAL USES	23.2	203.2	496.7	629.1	548.0	457.0	404.8	401.9	398.5	435.1	502.4			
DIFFERENCE	552.5	3.1	20.3	(22.2)	55.7	4.9	7.3	26.6	62.7	62.9	8.3			

12-Jul-2007

Consumer Price Index (Feb 2007 NEEC)												1.5%	2.3%	2.1%
Tobacco Education and Prevention funding required per constitutional amendment											57.9	58.8	60.1	61.4

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