

## Revenue Estimating Conference for Tobacco Settlement Payments

### Executive Summary

Tobacco settlement payments accrue to the state from a legal settlement agreement made August 25, 1997 in response to a lawsuit between the State of Florida and several major tobacco companies. Subsequent to the original settlement agreement, modifications to the method of calculating the monetary provisions of the settlement agreement have been incorporated into the determination of the payment amounts due. An annual payment is due by December 31 of each year, and a profit adjustment payment is due following the end of the defendants' fiscal year. Both payments continue in perpetuity.

The Revenue Estimating Conference met February 19, 2013 to adopt a forecast of settlement payments for the remainder of FY2012-13 and beyond. The annual payment received in December 2012 was slightly above estimate. Industry shipments were slightly greater than estimated at the previous conference held January 6, 2012. In addition to the slight increase seen in the annual payment, the estimate of the profit adjustment payment was also increased modestly throughout the forecast.

The table below shows the new projected amounts of settlement payments to the State of Florida and the change from the previous estimate.

	February, 2013 estimate	Change from previous estimate
FY 2012-13	368.5	+3.1
FY 2013-14	372.2	+5.2
FY 2014-15	375.7	+6.8
FY 2015-16	380.1	+8.1
FY 2016-17	385.4	+9.4
FY 2017-18	391.7	+10.9
FY 2018-19	398.6	+12.6
FY 2019-20	405.9	+14.8
FY 2020-21	413.7	+16.8
FY 2021-22	422.2	+19.5

**TOBACCO SETTLEMENT PAYMENTS FORECAST**

**FINAL**

REVENUE ESTIMATING CONFERENCE

February 19, 2013

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

		<b>Settlement Agreement Gross Payments</b>	<b>Annual Payment Florida Share @ 5.5%</b>	<b>Initial Payment Florida Share @ 5.5%</b>	<b>Settlement Agreement Florida Annual Payments</b>
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

NOTE: Settlement payments continue in perpetuity. These payments reflect the base payment schedule before adjustments as described in the settlement agreement.

**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>Annual Payment Inflation Adjustment</u>
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	210.0	4.081%	4.081%	133.206	1.3321
CY 2008	FY 2008-09	210.2	0.091%	3.000%	137.202	1.3720
CY 2009	FY 2009-10	215.9	2.721%	3.000%	141.318	1.4132
CY 2010	FY 2010-11	219.2	1.496%	3.000%	145.558	1.4556
CY 2011	FY 2011-12	225.7	2.962%	3.000%	149.925	1.4992
CY 2012	FY 2012-13	229.6	1.738%	3.000%	154.422	1.5442
CY 2013	FY 2013-14	232.8	<b>1.400%</b>	3.000%	159.055	1.5906
CY 2014	FY 2014-15	236.8	<b>1.700%</b>	3.000%	163.827	1.6383
CY 2015	FY 2015-16	240.6	<b>1.600%</b>	3.000%	168.742	1.6874
CY 2016	FY 2016-17	244.6	<b>1.700%</b>	3.000%	173.804	1.7380
CY 2017	FY 2017-18	249.0	<b>1.800%</b>	3.000%	179.018	1.7902
CY 2018	FY 2018-19	254.0	<b>2.000%</b>	3.000%	184.389	1.8439
CY 2019	FY 2019-20	258.9	<b>1.900%</b>	3.000%	189.920	1.8992
CY 2020	FY 2020-21	264.0	<b>2.000%</b>	3.000%	195.618	1.9562
CY 2021	FY 2021-22	269.3	<b>2.000%</b>	3.000%	201.486	2.0149
CY 2022	FY 2022-23	274.7	<b>2.000%</b>	3.000%	207.531	2.0753
CY 2023	FY 2023-24	280.2	<b>2.000%</b>	3.000%	213.757	2.1376
CY 2024	FY 2024-25	285.8	<b>2.000%</b>	3.000%	220.170	2.2017
CY 2025	FY 2025-26	291.5	<b>2.000%</b>	3.000%	226.775	2.2677
CY 2026	FY 2026-27	297.3	<b>2.000%</b>	3.000%	233.578	2.3358
CY 2027	FY 2027-28	303.3	<b>2.000%</b>	3.000%	240.585	2.4059
CY 2028	FY 2028-29	309.4	<b>2.000%</b>	3.000%	247.803	2.4780
CY 2029	FY 2029-30	315.5	<b>2.000%</b>	3.000%	255.237	2.5524
CY 2030	FY 2030-31	321.9	<b>2.000%</b>	3.000%	262.894	2.6289
CY 2031	FY 2031-32	328.3	<b>2.000%</b>	3.000%	270.781	2.7078
CY 2032	FY 2032-33	334.9	<b>2.000%</b>	3.000%	278.904	2.7890

**Tobacco Settlement Payments to Florida**  
**Calculation of Volume Ratio**

		<b>Forecasted U.S. Cigarette Volume (Billions)</b>	<b>% chg</b>	<b>Florida Definition Volume as share of U.S. volume</b>	<b>Florida Definition Volume (Billions)</b>	<b>% chg</b>	<b>Volume Ratio</b>
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%	86.93%	323.395	-1.46%	0.6863
CY 2007	FY 2007-08	360.000	-3.23%	85.74%	308.676	-4.55%	0.6550
CY 2008	FY 2008-09	348.120	-3.30%	85.04%	296.025	-4.10%	0.6282
CY 2009	FY 2009-10	318.182	-8.60%	83.62%	266.055	-10.12%	0.5646
CY 2010	FY 2010-11	306.091	-3.80%	83.60%	255.883	-3.82%	0.5430
CY 2011	FY 2011-12	295.378	-3.50%	84.02%	248.162	-3.02%	0.5266
CY 2012	FY 2012-13	288.584	-2.30%	84.30%	243.277	-1.97%	0.5162
CY 2013	FY 2013-14	279.926	<b>-3.00%</b>	<b>84.30%</b>	235.979	-3.00%	0.5008
CY 2014	FY 2014-15	272.872	<b>-2.52%</b>	<b>84.30%</b>	230.032	-2.52%	0.4881
CY 2015	FY 2015-16	266.569	<b>-2.31%</b>	<b>84.30%</b>	224.718	-2.31%	0.4769
CY 2016	FY 2016-17	260.918	<b>-2.12%</b>	<b>84.30%</b>	219.954	-2.12%	0.4667
CY 2017	FY 2017-18	256.117	<b>-1.84%</b>	<b>84.30%</b>	215.907	-1.84%	0.4582
CY 2018	FY 2018-19	251.605	<b>-1.76%</b>	<b>84.30%</b>	212.103	-1.76%	0.4501
CY 2019	FY 2019-20	247.348	<b>-1.69%</b>	<b>84.30%</b>	208.515	-1.69%	0.4425
CY 2020	FY 2020-21	243.388	<b>-1.60%</b>	<b>84.30%</b>	205.177	-1.60%	0.4354
CY 2021	FY 2021-22	239.784	<b>-1.48%</b>	<b>84.30%</b>	202.138	-1.48%	0.4289
CY 2022	FY 2022-23	236.272	<b>-1.46%</b>	<b>84.30%</b>	199.178	-1.46%	0.4227
CY 2023	FY 2023-24	232.882	<b>-1.43%</b>	<b>84.30%</b>	196.320	-1.43%	0.4166
CY 2024	FY 2024-25	229.541	<b>-1.43%</b>	<b>84.30%</b>	193.504	-1.43%	0.4106
CY 2025	FY 2025-26	226.264	<b>-1.43%</b>	<b>84.30%</b>	190.741	-1.43%	0.4048
CY 2026	FY 2026-27	223.111	<b>-1.39%</b>	<b>84.30%</b>	188.083	-1.39%	0.3991
CY 2027	FY 2027-28	220.025	<b>-1.38%</b>	<b>84.30%</b>	185.482	-1.38%	0.3936
CY 2028	FY 2028-29	217.038	<b>-1.36%</b>	<b>84.30%</b>	182.963	-1.36%	0.3883
CY 2029	FY 2029-30	214.130	<b>-1.34%</b>	<b>84.30%</b>	180.512	-1.34%	0.3831
CY 2030	FY 2030-31	211.341	<b>-1.30%</b>	<b>84.30%</b>	178.161	-1.30%	0.3781
CY 2031	FY 2031-32	208.731	<b>-1.23%</b>	<b>84.30%</b>	175.961	-1.23%	0.3734
CY 2032	FY 2032-33	206.153	<b>-1.24%</b>	<b>84.30%</b>	173.787	-1.24%	0.3688

**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	0.6863	0.3137	0.3075	0.6925
CY 2007	FY 2007-08	0.6550	0.3450	0.3381	0.6619
CY 2008	FY 2008-09	0.6282	0.3718	0.3644	0.6356
CY 2009	FY 2009-10	0.5646	0.4354	0.4267	0.5733
CY 2010	FY 2010-11	0.5430	0.4570	0.4479	0.5521
CY 2011	FY 2011-12	0.5266	0.4734	0.4639	0.5361
CY 2012	FY 2012-13	0.5162	0.4838	0.4741	0.5259
CY 2013	FY 2013-14	0.5008	0.4992	0.4893	0.5107
CY 2014	FY 2014-15	0.4881	0.5119	0.5016	0.4984
CY 2015	FY 2015-16	0.4769	0.5231	0.5127	0.4873
CY 2016	FY 2016-17	0.4667	0.5333	0.5226	0.4774
CY 2017	FY 2017-18	0.4582	0.5418	0.5310	0.4690
CY 2018	FY 2018-19	0.4501	0.5499	0.5389	0.4611
CY 2019	FY 2019-20	0.4425	0.5575	0.5464	0.4536
CY 2020	FY 2020-21	0.4354	0.5646	0.5533	0.4467
CY 2021	FY 2021-22	0.4289	0.5711	0.5596	0.4404
CY 2022	FY 2022-23	0.4227	0.5773	0.5658	0.4342
CY 2023	FY 2023-24	0.4166	0.5834	0.5717	0.4283
CY 2024	FY 2024-25	0.4106	0.5894	0.5776	0.4224
CY 2025	FY 2025-26	0.4048	0.5952	0.5833	0.4167
CY 2026	FY 2026-27	0.3991	0.6009	0.5889	0.4111
CY 2027	FY 2027-28	0.3936	0.6064	0.5943	0.4057
CY 2028	FY 2028-29	0.3883	0.6117	0.5995	0.4005
CY 2029	FY 2029-30	0.3831	0.6169	0.6046	0.3954
CY 2030	FY 2030-31	0.3781	0.6219	0.6095	0.3905
CY 2031	FY 2031-32	0.3734	0.6266	0.6141	0.3859
CY 2032	FY 2032-33	0.3688	0.6312	0.6186	0.3814

**Tobacco Settlement Payments to Florida**  
**Calculation of Annual Settlement Payment Schedule after Adjustments**

		<b>Settlement Agreement Annual Payment (\$ Millions)</b>	<b>Annual Payment Inflation Adjustment</b>	<b>Annual Payment Volume Adjustment</b>	<b>Adjusted Settlement Annual Payment (\$ Millions)</b>
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	0.6925	390.0
CY 2007	FY 2007-08	440.0	1.3321	0.6619	388.0
CY 2008	FY 2008-09	440.0	1.3720	0.6356	383.7
CY 2009	FY 2009-10	440.0	1.4132	0.5733	356.5
CY 2010	FY 2010-11	440.0	1.4556	0.5521	353.6
CY 2011	FY 2011-12	440.0	1.4992	0.5361	353.6
CY 2012	FY 2012-13	440.0	1.5442	0.5259	357.3
CY 2013	FY 2013-14	440.0	1.5906	0.5107	357.4
CY 2014	FY 2014-15	440.0	1.6383	0.4984	359.2
CY 2015	FY 2015-16	440.0	1.6874	0.4873	361.8
CY 2016	FY 2016-17	440.0	1.7380	0.4774	365.1
CY 2017	FY 2017-18	440.0	1.7902	0.4690	369.4
CY 2018	FY 2018-19	440.0	1.8439	0.4611	374.1
CY 2019	FY 2019-20	440.0	1.8992	0.4536	379.1
CY 2020	FY 2020-21	440.0	1.9562	0.4467	384.5
CY 2021	FY 2021-22	440.0	2.0149	0.4404	390.4
CY 2022	FY 2022-23	440.0	2.0753	0.4342	396.5
CY 2023	FY 2023-24	440.0	2.1376	0.4283	402.8
CY 2024	FY 2024-25	440.0	2.2017	0.4224	409.2
CY 2025	FY 2025-26	440.0	2.2677	0.4167	415.7
CY 2026	FY 2026-27	440.0	2.3358	0.4111	422.5
CY 2027	FY 2027-28	440.0	2.4059	0.4057	429.5
CY 2028	FY 2028-29	440.0	2.4780	0.4005	436.7
CY 2029	FY 2029-30	440.0	2.5524	0.3954	444.0
CY 2030	FY 2030-31	440.0	2.6289	0.3905	451.7
CY 2031	FY 2031-32	440.0	2.7078	0.3859	459.8
CY 2032	FY 2032-33	440.0	2.7890	0.3814	468.1

**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>Difference 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%		<b>3,114.6</b>	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	4,665.4	8.3%	559.7	7.7
CY 2007	FY 2007-08	4.081%	1.3720	4,273.3	4,727.3	1.3%	454.0	6.2
CY 2008	FY 2008-09	3.000%	1.4132	4,401.5	4,938.5	4.5%	537.0	7.4
CY 2009	FY 2009-10	3.000%	1.4556	4,533.5	5,161.2	4.5%	627.7	8.6
CY 2010	FY 2010-11	3.000%	1.4992	4,669.6	5,465.0	5.9%	795.4	10.8
CY 2011	FY 2011-12	3.000%	1.5442	4,809.6	5,610.8	2.7%	801.2	11.0
CY 2012	FY 2012-13	3.000%	1.5906	4,953.9	<b>5,892.9</b>	5.0%	939.0	12.9
CY 2013	FY 2013-14	3.000%	1.6383	5,102.5	6,158.1	<b>4.5%</b>	1,055.5	14.5
CY 2014	FY 2014-15	3.000%	1.6874	5,255.6	6,435.2	<b>4.5%</b>	1,179.6	16.2
CY 2015	FY 2015-16	3.000%	1.7380	5,413.3	6,724.8	<b>4.5%</b>	1,311.5	18.0
CY 2016	FY 2016-17	3.000%	1.7902	5,575.7	7,027.4	<b>4.5%</b>	1,451.7	20.0
CY 2017	FY 2017-18	3.000%	1.8439	5,743.0	7,343.6	<b>4.5%</b>	1,600.7	22.0
CY 2018	FY 2018-19	3.000%	1.8992	5,915.3	7,674.1	<b>4.5%</b>	1,758.8	24.2
CY 2019	FY 2019-20	3.000%	1.9562	6,092.7	8,019.4	<b>4.5%</b>	1,926.7	26.5
CY 2020	FY 2020-21	3.000%	2.0149	6,275.5	8,380.3	<b>4.5%</b>	2,104.8	28.9
CY 2021	FY 2021-22	3.000%	2.0753	6,463.8	8,757.4	<b>4.5%</b>	2,293.7	31.5
CY 2022	FY 2022-23	3.000%	2.1376	6,657.7	9,151.5	<b>4.5%</b>	2,493.8	34.3
CY 2023	FY 2023-24	3.000%	2.2017	6,857.4	9,563.3	<b>4.5%</b>	2,705.9	37.2
CY 2024	FY 2024-25	3.000%	2.2677	7,063.1	9,993.7	<b>4.5%</b>	2,930.5	40.3
CY 2025	FY 2025-26	3.000%	2.3358	7,275.0	10,443.4	<b>4.5%</b>	3,168.4	43.6
CY 2026	FY 2026-27	3.000%	2.4059	7,493.3	10,913.3	<b>4.5%</b>	3,420.1	47.0
CY 2027	FY 2027-28	3.000%	2.4780	7,718.1	11,404.4	<b>4.5%</b>	3,686.4	50.7
CY 2028	FY 2028-29	3.000%	2.5524	7,949.6	11,917.6	<b>4.5%</b>	3,968.0	54.6
CY 2029	FY 2029-30	3.000%	2.6289	8,188.1	12,453.9	<b>4.5%</b>	4,265.8	58.7
CY 2030	FY 2030-31	3.000%	2.7078	8,433.7	13,014.3	<b>4.5%</b>	4,580.6	63.0
CY 2031	FY 2031-32	3.000%	2.7890	8,686.7	13,600.0	<b>4.5%</b>	4,913.2	67.6
CY 2032	FY 2032-33	3.000%	2.8727	8,947.4	14,212.0	<b>4.5%</b>	5,264.6	72.4



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

	<u>Calculated Annual Payment Liability</u>	<u>Adjustments for over/under Payments</u>	<u>Estimated Annual Payment Liability</u>	<u>Calculated Florida Profit Adjustment Liability</u>	<u>Adjustments for over/under Payments</u>	<u>Estimated Cash Profit Adjustment Payments</u>	<u>Liggett Settlement Agreement</u>	<u>Estimated Combined Payments Liability</u>	<u>Estimated Actual Cash Combined Payments</u>
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	390.0	-3.3	386.7	7.7	-0.2	7.5		394.2	396.4
FY 2007-08	388.0	-1.5	386.5	6.2	-0.1	6.1		392.6	398.5
FY 2008-09	383.7	-5.9	377.8	7.4	0.0	7.4		385.2	388.9
FY 2009-10	356.5	-3.8	352.7	8.6	0.0	8.6		361.3	363.7
FY 2010-11	353.6	-2.5	351.1	10.8	-0.1	10.7	1.5	363.3	366.9
FY 2011-12	353.6	-10.5	343.1	11.0	2.3	13.3	0.3	356.7	358.9
FY 2012-13	357.3	-1.8	355.5	12.9	-0.2	12.7	0.3	368.5	368.5
FY 2013-14	357.4	0.0	357.4	14.5	0.0	14.5	0.3	372.2	372.2
FY 2014-15	359.2	0.0	359.2	16.2	0.0	16.2	0.3	375.7	375.7
FY 2015-16	361.8	0.0	361.8	18.0	0.0	18.0	0.3	380.1	380.1
FY 2016-17	365.1	0.0	365.1	20.0	0.0	20.0	0.3	385.4	385.4
FY 2017-18	369.4	0.0	369.4	22.0	0.0	22.0	0.3	391.7	391.7
FY 2018-19	374.1	0.0	374.1	24.2	0.0	24.2	0.3	398.6	398.6
FY 2019-20	379.1	0.0	379.1	26.5	0.0	26.5	0.3	405.9	405.9
FY 2020-21	384.5	0.0	384.5	28.9	0.0	28.9	0.3	413.7	413.7
FY 2021-22	390.4	0.0	390.4	31.5	0.0	31.5	0.3	422.2	422.2
FY 2022-23	396.5	0.0	396.5	34.3	0.0	34.3	0.3	431.1	431.1
FY 2023-24	402.8	0.0	402.8	37.2	0.0	37.2	0.3	440.3	440.3
FY 2024-25	409.2	0.0	409.2	40.3	0.0	40.3	0.3	449.8	449.8
FY 2025-26	415.7	0.0	415.7	43.6	0.0	43.6	0.3	459.6	459.6
FY 2026-27	422.5	0.0	422.5	47.0	0.0	47.0	0.4	469.9	469.9
FY 2027-28	429.5	0.0	429.5	50.7	0.0	50.7	0.4	480.6	480.6
FY 2028-29	436.7	0.0	436.7	54.6	0.0	54.6	0.4	491.7	491.7
FY 2029-30	444.0	0.0	444.0	58.7	0.0	58.7	0.4	503.1	503.1
FY 2030-31	451.7	0.0	451.7	63.0	0.0	63.0	0.4	515.1	515.1
FY 2031-32	459.8	0.0	459.8	67.6	0.0	67.6		527.4	527.4
FY 2032-33	468.1	0.0	468.1	72.4	0.0	72.4		540.5	540.5

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

	<b>Old Forecast of Cash Settlement <u>Payments</u></b>	<b>New Forecast of Cash Settlement <u>Payments</u></b>	<b><u>Difference</u></b>
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	389.7	389.7	0.0
FY 2005-06	389.7	389.7	0.0
FY 2006-07	396.4	396.4	0.0
FY 2008-09	388.9	388.9	0.0
FY 2009-10	363.7	363.7	0.0
FY 2010-11	366.9	366.9	0.0
FY 2011-12	358.0	358.9	0.9
FY 2012-13	365.4	368.5	3.1
FY 2013-14	367.0	372.2	5.2
FY 2014-15	368.9	375.7	6.8
FY 2015-16	372.0	380.1	8.1
FY 2016-17	376.0	385.4	9.4
FY 2017-18	380.8	391.7	10.9
FY 2018-19	386.0	398.6	12.6
FY 2019-20	391.1	405.9	14.8
FY 2020-21	396.9	413.7	16.8
FY 2021-22	402.7	422.2	19.5
FY 2022-23	408.8	431.1	22.3
FY 2023-24	414.9	440.3	25.4
FY 2024-25	421.3	449.8	28.5
FY 2025-26	428.0	459.6	31.6
FY 2026-27	435.2	469.9	34.7
FY 2027-28	442.2	480.6	38.4
FY 2028-29	449.9	491.7	41.8
FY 2029-30	457.3	503.1	45.8
FY 2030-31	465.0	515.1	50.1
FY 2031-32	472.7	527.4	54.7
FY 2032-33	481.1	540.5	59.4