

**Revenue Estimating Conference for Tobacco Settlement Payments**  
**February 22, 2017**  
**Executive Summary**

The Revenue Estimating Conference met on February 22, 2017 to adopt a new forecast of Tobacco Settlement payments for fiscal years 2016-17 through 2032-33.

Tobacco settlement payments accrue to the state from a legal settlement agreement made on August 25, 1997 in response to a lawsuit between the State of Florida and several major tobacco companies. An annual payment is due by December 31 of each year, and a profit adjustment payment is due following the end of the participating companies' fiscal year. Both payments continue in perpetuity.

On January 18, 2017, the State of Florida filed a Motion to Join ITG Brands, LLC as a Defendant and to enforce the Settlement Agreement in *State of Florida, et. al., v. Am. Tobacco Co., R.J. Reynolds Tobacco Co., et. al., No. 95-1466 AH (Fla. 15th Cir. Ct.)*. According to page 1 of the Motion, Florida is owed \$45 million (which has accumulated since June 2015) and will continue to suffer annual losses of approximately \$30 million absent the Court's enforcement of the Settlement Agreement. These annual losses are reflected as a \$15 million loss in FY 2015-16 and a \$30 million loss in the forecasted years thereafter.

The adjustments to the forecast since the August 2016 Conference include decreases in the annual percent change in U.S. Cigarette Volume for FY 2016-17 through FY 2018-19 and an increase in the Florida Definition Volume as share of U.S. volume for FY 2015-16 through the remainder of the forecast. After taking account of these changes and a projected overpayment in FY 2016-17 that will subsequently be credited back, the overall forecast for settlement payments was increased by \$1.0 million in Fiscal Year 2016-17, and by annual amounts ranging between \$3.9 million and \$4.6 million each year thereafter.

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

	February 2017 Estimated Combined Payments Liability (millions)	Change from Previous Estimate (millions)
FY 2016-17	\$356.8	\$1.0
FY 2017-18	363.6	4.2
FY 2018-19	366.9	3.9
FY 2019-20	370.6	3.9
FY 2020-21	375.0	4.0
FY 2021-22	380.5	4.0
FY 2022-23	386.5	4.1
FY 2023-24	392.7	4.1
FY 2024-25	399.0	4.2
FY 2025-26	405.4	4.2

**TOBACCO SETTLEMENT PAYMENTS FORECAST**

REVENUE ESTIMATING CONFERENCE

February 22, 2017

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

		December				Annual Payment
		Consumer Price	Percent Change	Settlement	Settlement	Inflation
		Index	(Inflation)	Inflation Factor	Inflation Index	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	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	233.0	1.505%	3.000%	159.055	1.5906
CY 2014	FY 2014-15	234.8	0.756%	3.000%	163.827	1.6383
CY 2015	FY 2015-16	236.5	0.730%	3.000%	168.742	1.6874
CY 2016	FY 2016-17	241.4	2.075%	3.000%	173.804	1.7380
CY 2017	FY 2017-18	246.5	<b>2.111%</b>	3.000%	179.018	1.7902
CY 2018	FY 2018-19	251.4	<b>1.986%</b>	3.000%	184.389	1.8439
CY 2019	FY 2019-20	257.8	<b>2.546%</b>	3.000%	189.920	1.8992
CY 2020	FY 2020-21	264.9	<b>2.756%</b>	3.000%	195.618	1.9562
CY 2021	FY 2021-22	271.8	<b>2.609%</b>	3.000%	201.486	2.0149
CY 2022	FY 2022-23	279.3	<b>2.727%</b>	3.000%	207.531	2.0753
CY 2023	FY 2023-24	286.7	<b>2.675%</b>	3.000%	213.757	2.1376
CY 2024	FY 2024-25	294.2	<b>2.595%</b>	3.000%	220.170	2.2017
CY 2025	FY 2025-26	301.7	<b>2.558%</b>	3.000%	226.775	2.2677
CY 2026	FY 2026-27	309.4	<b>2.561%</b>	3.000%	233.578	2.3358
CY 2027	FY 2027-28	317.5	<b>2.597%</b>	3.000%	240.585	2.4059
CY 2028	FY 2028-29	325.7	<b>2.597%</b>	3.000%	247.803	2.4780
CY 2029	FY 2029-30	334.2	<b>2.597%</b>	3.000%	255.237	2.5524
CY 2030	FY 2030-31	342.8	<b>2.597%</b>	3.000%	262.894	2.6289
CY 2031	FY 2031-32	351.7	<b>2.597%</b>	3.000%	270.781	2.7078
CY 2032	FY 2032-33	360.9	<b>2.597%</b>	3.000%	278.904	2.7890

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

		Forecasted U.S. Cigarette Volume					Florida Definition Volume as share of U.S. volume	Florida Definition Volume (Billions)	Percent Change	Volume Ratio
		(Billions)	Percent Change	Prior Forecast	Change					
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	288.732	-2.25%			84.26%	243.277	-1.97%	0.5162	
CY 2013	FY 2013-14	275.450	-4.60%			84.99%	234.108	-3.77%	0.4968	
CY 2014	FY 2014-15	266.636	-3.20%			84.53%	225.385	-3.73%	0.4783	
CY 2015	FY 2015-16	266.369	-0.10%			85.26%	227.103	0.76%	0.4819	
CY 2016	FY 2016-17	259.976	-2.40%	-2.02%	-0.38%	86.11%	223.855	-1.43%	0.4750	
CY 2017	FY 2017-18	253.477	<b>-2.50%</b>	-2.21%	-0.29%	<b>86.11%</b>	218.259	-2.50%	0.4632	
CY 2018	FY 2018-19	247.647	<b>-2.30%</b>	-2.21%	-0.09%	<b>86.11%</b>	213.239	-2.30%	0.4525	
CY 2019	FY 2019-20	242.174	<b>-2.21%</b>	-2.21%	0.00%	<b>86.11%</b>	208.527	-2.21%	0.4425	
CY 2020	FY 2020-21	237.258	<b>-2.03%</b>	-2.03%	0.00%	<b>86.11%</b>	204.293	-2.03%	0.4335	
CY 2021	FY 2021-22	233.034	<b>-1.78%</b>	-1.78%	0.00%	<b>86.11%</b>	200.657	-1.78%	0.4258	
CY 2022	FY 2022-23	229.166	<b>-1.66%</b>	-1.66%	0.00%	<b>86.11%</b>	197.326	-1.66%	0.4187	
CY 2023	FY 2023-24	225.454	<b>-1.62%</b>	-1.62%	0.00%	<b>86.11%</b>	194.129	-1.62%	0.4119	
CY 2024	FY 2024-25	221.779	<b>-1.63%</b>	-1.63%	0.00%	<b>86.11%</b>	190.965	-1.63%	0.4052	
CY 2025	FY 2025-26	218.208	<b>-1.61%</b>	-1.61%	0.00%	<b>86.11%</b>	187.891	-1.61%	0.3987	
CY 2026	FY 2026-27	214.760	<b>-1.58%</b>	-1.58%	0.00%	<b>86.11%</b>	184.922	-1.58%	0.3924	
CY 2027	FY 2027-28	211.367	<b>-1.58%</b>	-1.58%	0.00%	<b>86.11%</b>	182.000	-1.58%	0.3862	
CY 2028	FY 2028-29	208.070	<b>-1.56%</b>	-1.56%	0.00%	<b>86.11%</b>	179.161	-1.56%	0.3802	
CY 2029	FY 2029-30	204.886	<b>-1.53%</b>	-1.53%	0.00%	<b>86.11%</b>	176.420	-1.53%	0.3744	
CY 2030	FY 2030-31	201.813	<b>-1.50%</b>	-1.50%	0.00%	<b>86.11%</b>	173.774	-1.50%	0.3688	
CY 2031	FY 2031-32	198.887	<b>-1.45%</b>	-1.45%	0.00%	<b>86.11%</b>	171.254	-1.45%	0.3634	
CY 2032	FY 2032-33	196.023	<b>-1.44%</b>	-1.44%	0.00%	<b>86.11%</b>	168.788	-1.44%	0.3582	

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

		<b>Volume Ratio</b>	<b>Volume Adjustment (1 - vol. ratio)</b>	<b>Youth Adjustment (volume adj. X .98)</b>	<b>Annual Payment Volume Adjustment (1 - youth adj.)</b>
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	0.4968	0.5032	0.4932	0.5068
CY 2014	FY 2014-15	0.4783	0.5217	0.5113	0.4887
CY 2015	FY 2015-16	0.4819	0.5181	0.5077	0.4923
CY 2016	FY 2016-17	0.4750	0.5250	0.5145	0.4855
CY 2017	FY 2017-18	0.4632	0.5368	0.5261	0.4739
CY 2018	FY 2018-19	0.4525	0.5475	0.5366	0.4634
CY 2019	FY 2019-20	0.4425	0.5575	0.5464	0.4536
CY 2020	FY 2020-21	0.4335	0.5665	0.5552	0.4448
CY 2021	FY 2021-22	0.4258	0.5742	0.5627	0.4373
CY 2022	FY 2022-23	0.4187	0.5813	0.5696	0.4304
CY 2023	FY 2023-24	0.4119	0.5881	0.5763	0.4237
CY 2024	FY 2024-25	0.4052	0.5948	0.5829	0.4171
CY 2025	FY 2025-26	0.3987	0.6013	0.5893	0.4107
CY 2026	FY 2026-27	0.3924	0.6076	0.5954	0.4046
CY 2027	FY 2027-28	0.3862	0.6138	0.6015	0.3985
CY 2028	FY 2028-29	0.3802	0.6198	0.6074	0.3926
CY 2029	FY 2029-30	0.3744	0.6256	0.6131	0.3869
CY 2030	FY 2030-31	0.3688	0.6312	0.6186	0.3814
CY 2031	FY 2031-32	0.3634	0.6366	0.6239	0.3761
CY 2032	FY 2032-33	0.3582	0.6418	0.6290	0.3710

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

		Settlement Agreement Annual Payment (\$ Millions)	Annual Payment Inflation Adjustment	Annual Payment Volume Adjustment	Adjusted Settlement Annual Payment (\$ 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	0.6925	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	0.5068	354.7
CY 2014	FY 2014-15	440.0	1.6383	0.4887	352.3
CY 2015	FY 2015-16	440.0	1.6874	0.4923	365.5
CY 2016	FY 2016-17	440.0	1.7380	0.4855	371.3
CY 2017	FY 2017-18	440.0	1.7902	0.4739	373.3
CY 2018	FY 2018-19	440.0	1.8439	0.4634	376.0
CY 2019	FY 2019-20	440.0	1.8992	0.4536	379.1
CY 2020	FY 2020-21	440.0	1.9562	0.4448	382.9
CY 2021	FY 2021-22	440.0	2.0149	0.4373	387.7
CY 2022	FY 2022-23	440.0	2.0753	0.4304	393.0
CY 2023	FY 2023-24	440.0	2.1376	0.4237	398.5
CY 2024	FY 2024-25	440.0	2.2017	0.4171	404.1
CY 2025	FY 2025-26	440.0	2.2677	0.4107	409.8
CY 2026	FY 2026-27	440.0	2.3358	0.4046	415.8
CY 2027	FY 2027-28	440.0	2.4059	0.3985	421.8
CY 2028	FY 2028-29	440.0	2.4780	0.3926	428.0
CY 2029	FY 2029-30	440.0	2.5524	0.3869	434.5
CY 2030	FY 2030-31	440.0	2.6289	0.3814	441.2
CY 2031	FY 2031-32	440.0	2.7078	0.3761	448.1
CY 2032	FY 2032-33	440.0	2.7890	0.3710	455.3

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

		Settlement Inflation Factor	Base Profit Inflation Adjustment	Inflation Adjusted Net Operating Base Profits (\$ Millions)	Estimated Net Operating Profits (\$ Millions)	Percent Change	Prior Forecast	Difference in profit from adjusted base (\$ Millions)	Florida Profit Adjustment Liability (5.5% of 25%) (\$ Millions)
CY 1997	FY 1997-98	0.000%	1.0000	<b>3,114.6</b>	<b>3,114.6</b>				
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	3,518.7	4,885.2	-0.3%		1,366.5	18.8
CY 2002	FY 2002-03	3.000%	1.1636	3,624.2	4,530.6	-7.3%		906.4	12.5
CY 2003	FY 2003-04	3.000%	1.1985	3,733.0	854.7	-81.1%		-2,878.3	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	5,722.9	2.0%		769.0	10.6
CY 2013	FY 2013-14	3.000%	1.6383	5,102.5	6,806.1	18.9%		1,703.5	23.4
CY 2014	FY 2014-15	3.000%	1.6874	5,255.6	6,489.7	-4.6%		1,234.1	17.0
CY 2015	FY 2015-16	3.000%	1.7380	5,413.3	6,784.0	4.5%		1,370.7	18.8
CY 2016	FY 2016-17	3.000%	1.7902	5,575.7	6,987.5	<b>3.0%</b>	3.0%	1,411.8	19.4
CY 2017	FY 2017-18	3.000%	1.8439	5,742.9	7,197.1	<b>3.0%</b>	3.0%	1,454.2	20.0
CY 2018	FY 2018-19	3.000%	1.8992	5,915.2	7,413.0	<b>3.0%</b>	3.0%	1,497.8	20.6
CY 2019	FY 2019-20	3.000%	1.9562	6,092.7	7,635.4	<b>3.0%</b>	3.0%	1,542.7	21.2
CY 2020	FY 2020-21	3.000%	2.0149	6,275.5	7,864.5	<b>3.0%</b>	3.0%	1,589.0	21.8
CY 2021	FY 2021-22	3.000%	2.0753	6,463.7	8,100.4	<b>3.0%</b>	3.0%	1,636.7	22.5
CY 2022	FY 2022-23	3.000%	2.1376	6,657.6	8,343.4	<b>3.0%</b>	3.0%	1,685.8	23.2
CY 2023	FY 2023-24	3.000%	2.2017	6,857.4	8,593.7	<b>3.0%</b>	3.0%	1,736.3	23.9
CY 2024	FY 2024-25	3.000%	2.2677	7,063.1	8,851.5	<b>3.0%</b>	3.0%	1,788.4	24.6
CY 2025	FY 2025-26	3.000%	2.3358	7,275.0	9,117.1	<b>3.0%</b>	3.0%	1,842.1	25.3
CY 2026	FY 2026-27	3.000%	2.4059	7,493.2	9,390.6	<b>3.0%</b>	3.0%	1,897.3	26.1
CY 2027	FY 2027-28	3.000%	2.4780	7,718.0	9,672.3	<b>3.0%</b>	3.0%	1,954.3	26.9
CY 2028	FY 2028-29	3.000%	2.5524	7,949.6	9,962.5	<b>3.0%</b>	3.0%	2,012.9	27.7
CY 2029	FY 2029-30	3.000%	2.6289	8,188.1	10,261.3	<b>3.0%</b>	3.0%	2,073.3	28.5
CY 2030	FY 2030-31	3.000%	2.7078	8,433.7	10,569.2	<b>3.0%</b>	3.0%	2,135.5	29.4
CY 2031	FY 2031-32	3.000%	2.7890	8,686.7	10,886.3	<b>3.0%</b>	3.0%	2,199.5	30.2
CY 2032	FY 2032-33	3.000%	2.8727	8,947.3	11,212.8	<b>3.0%</b>	3.0%	2,265.5	31.2

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

	Calculated Annual Payment Liability	Litigation Adjustment*	Adjusted Calculated Annual Payment Liability	Adjustments for over/under Payments	Estimated Annual Payment Liability	Calculated Florida Profit Adjustment Liability	Adjustments for over/under Payments	Estimated Cash Profit Adjustment Payments	Liggett Settlement Agreement	Estimated Combined Payments Liability
FY 1997-98	750.0		750.0	0.0	750.0					750.0
FY 1998-99	343.5		343.5	0.0	343.5					343.5
FY 1999-00	631.3		631.3	0.0	631.3	37.4	3.3	40.7		672.0
FY 2000-01	667.4		667.4	0.0	667.4	40.8	0.0	40.8		708.2
FY 2001-02	730.3		730.3	-5.6	724.7	37.6	0.0	37.6		762.3
FY 2002-03	514.5		514.5	-3.7	510.8	25.0	-3.0	22.0		532.8
FY 2003-04	372.9		372.9	-11.5	361.4	0.0	0.0	0.0		361.4
FY 2004-05	379.1		379.1	-2.5	376.6	0.0	0.0	0.0		376.6
FY 2005-06	384.1		384.1	-1.8	382.3	4.4	-0.7	3.7		386.0
FY 2006-07	390.0		390.0	-3.3	386.7	7.7	-0.2	7.5		394.2
FY 2007-08	388.0		388.0	-1.5	386.5	6.2	-0.1	6.1		392.6
FY 2008-09	383.7		383.7	-5.9	377.8	7.4	0.0	7.4		385.2
FY 2009-10	356.5		356.5	-3.8	352.7	8.6	0.0	8.6		361.3
FY 2010-11	353.6		353.6	-2.5	351.1	10.8	-0.1	10.7	1.5	363.3
FY 2011-12	353.6		353.6	-10.5	343.1	11.0	2.3	13.3	0.3	356.7
FY 2012-13	357.3		357.3	-1.8	355.5	10.6	-0.2	10.4	0.3	366.2
FY 2013-14	354.7		354.7	-0.2	354.5	23.4	-0.2	23.3	0.3	378.0
FY 2014-15	352.3		352.3	-1.7	350.6	17.0	0.0	17.0	0.3	367.8
FY 2015-16	365.5	-15.0	350.5	-0.8	349.7	18.8	0.0	18.8	0.3	368.8
FY 2016-17**	371.3	-30.0	341.3	-4.2	337.1	19.4	0.0	19.4	0.3	356.8
FY 2017-18	373.3	-30.0	343.3	0.0	343.3	20.0	0.0	20.0	0.3	363.6
FY 2018-19	376.0	-30.0	346.0	0.0	346.0	20.6	0.0	20.6	0.3	366.9
FY 2019-20	379.1	-30.0	349.1	0.0	349.1	21.2	0.0	21.2	0.3	370.6
FY 2020-21	382.9	-30.0	352.9	0.0	352.9	21.8	0.0	21.8	0.3	375.0
FY 2021-22	387.7	-30.0	357.7	0.0	357.7	22.5	0.0	22.5	0.3	380.5
FY 2022-23	393.0	-30.0	363.0	0.0	363.0	23.2	0.0	23.2	0.3	386.5
FY 2023-24	398.5	-30.0	368.5	0.0	368.5	23.9	0.0	23.9	0.3	392.7
FY 2024-25	404.1	-30.0	374.1	0.0	374.1	24.6	0.0	24.6	0.3	399.0
FY 2025-26	409.8	-30.0	379.8	0.0	379.8	25.3	0.0	25.3	0.3	405.4
FY 2026-27	415.8	-30.0	385.8	0.0	385.8	26.1	0.0	26.1	0.4	412.3
FY 2027-28	421.8	-30.0	391.8	0.0	391.8	26.9	0.0	26.9	0.4	419.1
FY 2028-29	428.0	-30.0	398.0	0.0	398.0	27.7	0.0	27.7	0.4	426.1
FY 2029-30	434.5	-30.0	404.5	0.0	404.5	28.5	0.0	28.5	0.4	433.4
FY 2030-31	441.2	-30.0	411.2	0.0	411.2	29.4	0.0	29.4	0.4	441.0
FY 2031-32	448.1	-30.0	418.1	0.0	418.1	30.2	0.0	30.2		448.3
FY 2032-33	455.3	-30.0	425.3	0.0	425.3	31.2	0.0	31.2		456.5

\*The State's Motion to Join ITG Brands, LLC as a Defendant and to Enforce the Settlement Agreement, filed January 18, 2017, State of Florida, et. al., v. Am. Tobacco Co., R.J. Reynolds Tobacco Co., et. al., No. 95-1466 AH (Fla. 15th Cir. Ct.), on page 1, indicates that Florida is owed \$45 million which has accumulated since June 2015 and will continue to suffer annual losses of approximately \$30 million absent the Court's enforcement of the Settlement Agreement. (Motion can be found at [http://myfloridalegal.com/webfiles.nsf/WF/JMAR-AHQSG6E/\\$file/Motion+For+Enforcement+Tobacco+Companies.pdf](http://myfloridalegal.com/webfiles.nsf/WF/JMAR-AHQSG6E/$file/Motion+For+Enforcement+Tobacco+Companies.pdf) )

\*\*EDR has been made aware that a \$4.2 million overpayment needs to be adjusted in CY2017. It is unclear at this point how that adjustment will be made; however it is shown as a liability against the December 2016 payment until final action is taken.



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

	<b>August 2016 Estimated Combined Payments Liability</b>	<b>February 2017 Estimated Combined Payments Liability</b>	<b>Difference</b>
FY 1997-98	750.0	750.0	0.0
FY 1998-99	343.5	343.5	0.0
FY 1999-00	672.0	672.0	0.0
FY 2000-01	708.2	708.2	0.0
FY 2001-02	762.3	762.3	0.0
FY 2002-03	532.8	532.8	0.0
FY 2003-04	361.4	361.4	0.0
FY 2004-05	376.6	376.6	0.0
FY 2005-06	386.0	386.0	0.0
FY 2005-06	394.2	394.2	0.0
FY 2006-07	392.6	392.6	0.0
FY 2008-09	385.2	385.2	0.0
FY 2009-10	361.3	361.3	0.0
FY 2010-11	363.3	363.3	0.0
FY 2011-12	356.7	356.7	0.0
FY 2012-13	366.2	366.2	0.0
FY 2013-14	378.0	378.0	0.0
FY 2014-15	367.8	367.8	0.0
FY 2015-16	368.8	368.8	0.0
FY 2016-17	355.8	356.8	1.0
FY 2017-18	359.4	363.6	4.2
FY 2018-19	363.0	366.9	3.9
FY 2019-20	366.7	370.6	3.9
FY 2020-21	371.0	375.0	4.0
FY 2021-22	376.5	380.5	4.0
FY 2022-23	382.4	386.5	4.1
FY 2023-24	388.6	392.7	4.1
FY 2024-25	394.8	399.0	4.2
FY 2025-26	401.2	405.4	4.2
FY 2026-27	408.0	412.3	4.3
FY 2027-28	414.8	419.1	4.3
FY 2028-29	421.8	426.1	4.3
FY 2029-30	428.9	433.4	4.5
FY 2030-31	436.4	441.0	4.6
FY 2031-32	443.8	448.3	4.5
FY 2032-33	451.9	456.5	4.6