



## **Appendix C**

# **Fund for a Healthy Maine Summary** **Table**

# FUND FOR A HEALTHY MAINE (FHM) REVENUE (TOBACCO SETTLEMENT REVENUE)

## REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - DECEMBER 2014 FORECAST

| Source  | FY08 Actual       | FY09 Actual       | % Chg.       | FY10 Actual       | % Chg.        | FY11 Actual       | % Chg.       | FY12 Actual       | % Chg.      | FY13 Actual       | % Chg.       |
|---|-------------------|-------------------|--------------|-------------------|---------------|-------------------|--------------|-------------------|-------------|-------------------|--------------|
| Tobacco Settlement Payments:                        |                   |                   |              |                   |               |                   |              |                   |             |                   |              |
| - Base Payments                                     | 47,679,747        | 52,579,385        | 10.3%        | 43,756,453        | -16.8%        | 41,484,712        | -5.2%        | 42,306,831        | 2.0%        | 42,276,735        | -0.1%        |
| - Strategic Contribution Payments                   | 10,539,443        | 10,799,369        | 2.5%         | 9,375,838         | -13.2%        | 8,544,647         | -8.9%        | 8,702,217         | 1.8%        | 8,709,923         | 0.1%         |
| Racino Revenue *                                    | 3,735,774         | 4,981,163         | 33.3%        | 4,500,000         | -9.7%         | 4,500,000         | 0.0%         | 4,500,000         | 0.0%        | 0                 | -100.0%      |
| Income from Investments                             | 64,695            | 49,819            | -23.0%       | 20,511            | -58.8%        | 2,494             | -87.8%       | 7,858             | 215.0%      | 5,657             | -28.0%       |
| Attorney General Reimbursements and Other Income ** | 25,080            | 0                 | -100.0%      | (92,660)          | N/A           | (145,147)         | -56.6%       | 0                 | 100.0%      | 0                 | N/A          |
| <b>Total - FHM Revenue</b>                          | <b>62,044,739</b> | <b>68,409,736</b> | <b>10.3%</b> | <b>57,560,142</b> | <b>-15.9%</b> | <b>54,386,707</b> | <b>-5.5%</b> | <b>55,516,906</b> | <b>2.1%</b> | <b>50,992,315</b> | <b>-8.1%</b> |

\* Racino Revenue reflects that portion of the State's share of proceeds from slot machines at commercial race tracks designated for the Fund for a Healthy Maine. For fiscal years 2009-10, 2010-11, and 2011-12, PL 2009, c. 462, Pt. H. caps the proceeds transferred to the Fund for a Healthy Maine at \$4.5 million per year, with the balance transferred to the General Fund. PL 2011 c. 380, Part II extended the \$4.5 million cap through 2012-13. PL 2011 c. 477 re-directed \$2 million of the 2012-13 transfer to the General Fund and PL 2011, c. 657 re-directed the remaining \$2.5 million of the 2012-13 transfer to the General Fund.

\*\* Beginning in FY10, this category reflects revenue transfers from the Fund for a Healthy Maine to General Fund undedicated revenue to offset revenue reductions from the implementation of PL 2007, c. 467, which limited the sale of certain flavored cigars and cigarettes beginning July 1, 2009. PL 2011 c. 380, Part II eliminated this transfer effective July 1, 2011.

## FUND FOR A HEALTHY MAINE (FHM) REVENUE (TOBACCO SETTLEMENT REVENUE)

### REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - DECEMBER 2014 FORECAST

| Source  | FY14 Actual       | % Chg.       | FY14 Budget       | FY 14 Variance   | % Var.      | FY15 Budget       | % Chg.      | Recom. Chg.        | FY15 Revised      | % Chg.        |
|---|-------------------|--------------|-------------------|------------------|-------------|-------------------|-------------|--------------------|-------------------|---------------|
| Tobacco Settlement Payments:                        |                   |              |                   |                  |             |                   |             |                    |                   |               |
| - Base Payments                                     | 47,833,255        | 13.1%        | 42,826,868        | 5,006,387        | 11.7%       | 47,585,948        | -0.5%       | (7,339,447)        | 40,246,501        | -15.9%        |
| - Strategic Contribution Payments                   | 8,559,647         | -1.7%        | 8,831,011         | (271,364)        | -3.1%       | 8,662,513         | 1.2%        | (80,548)           | 8,581,965         | 0.3%          |
| Racino Revenue *                                    | 4,158,208         | N/A          | 4,259,143         | (100,935)        | -2.4%       | 4,430,980         | 6.6%        | (9,465)            | 4,421,515         | 6.3%          |
| Income from Investments                             | 7,823             | 38.3%        | 3,754             | 4,069            | 108.4%      | 5,090             | -34.9%      | 220                | 5,310             | -32.1%        |
| Attorney General Reimbursements and Other Income ** | 0                 | N/A          | 0                 | 0                | N/A         | 0                 | N/A         | 0                  | 0                 | N/A           |
| <b>Total - FHM Revenue</b>                          | <b>60,558,934</b> | <b>18.8%</b> | <b>55,920,776</b> | <b>4,638,158</b> | <b>8.3%</b> | <b>60,684,531</b> | <b>0.2%</b> | <b>(7,429,240)</b> | <b>53,255,291</b> | <b>-12.1%</b> |
| <b>Change in Biennial Totals</b>                    |                   |              |                   |                  |             |                   |             |                    |                   |               |

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\*\* Beginning in FY10, this category reflects revenue transfers from the Fund for a Healthy Maine to General Fund undedicated revenue to offset revenue reductions from the implementation of PL 2007, c. 467, which limited the sale of certain flavored cigars and cigarettes beginning July 1, 2009. PL 2011 c. 380, Part II eliminated this transfer effective July 1, 2011.

# FUND FOR A HEALTHY MAINE (FHM) REVENUE (TOBACCO SETTLEMENT REVENUE)

## REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - DECEMBER 2014 FORECAST

| Source  | FY16 Budget        | % Chg.       | Recom. Chg.      | FY16 Revised      | % Chg.      | FY17 Budget       | % Chg.       | Recom. Chg.        | FY17 Revised      | % Chg.       | FY18 Projections  | % Chg.       | FY19 Projections  | % Chg.       |
|---|--------------------|--------------|------------------|-------------------|-------------|-------------------|--------------|--------------------|-------------------|--------------|-------------------|--------------|-------------------|--------------|
| Tobacco Settlement Payments:                        |                    |              |                  |                   |             |                   |              |                    |                   |              |                   |              |                   |              |
| - Base Payments                                     | 41,624,080         | -12.5%       | (666,138)        | 40,957,942        | 1.8%        | 41,235,036        | -0.9%        | (1,143,785)        | 40,091,251        | -2.1%        | 43,942,686        | 9.6%         | 43,012,837        | -2.1%        |
| - Strategic Contribution Payments                   | 8,581,751          | -0.9%        | (134,725)        | 8,447,026         | -1.6%       | 8,501,742         | -0.9%        | (223,077)          | 8,278,665         | -2.0%        | 0                 | -100.0%      | 0                 | N/A          |
| Racino Revenue *                                    | 4,475,290          | 1.0%         | (1,644)          | 4,473,646         | 1.2%        | 4,520,043         | 1.0%         | (1,661)            | 4,518,382         | 1.0%         | 4,563,566         | 1.0%         | 4,609,202         | 1.0%         |
| Income from Investments                             | 13,485             | 164.9%       | 1,909            | 15,394            | 189.9%      | 17,949            | 33.1%        | 7,410              | 25,359            | 64.7%        | 25,359            | 0.0%         | 25,359            | 0.0%         |
| Attorney General Reimbursements and Other Income ** | 0                  | N/A          | 0                | 0                 | N/A         | 0                 | N/A          | 0                  | 0                 | N/A          | 0                 | N/A          | 0                 | N/A          |
| <b>Total - FHM Revenue</b>                          | <b>54,694,606</b>  | <b>-9.9%</b> | <b>(800,598)</b> | <b>53,894,008</b> | <b>1.2%</b> | <b>54,274,770</b> | <b>-0.8%</b> | <b>(1,361,113)</b> | <b>52,913,657</b> | <b>-1.8%</b> | <b>48,531,611</b> | <b>-8.3%</b> | <b>47,647,398</b> | <b>-1.8%</b> |
| <b>Change in Biennial Totals</b>                    | <b>(2,161,711)</b> |              |                  |                   |             |                   |              |                    |                   |              |                   |              |                   |              |

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