



Wyoming State Treasurer

Mark Gordon

Patricia O'Brien Arp
Deputy State Treasurer

TO: Select Committee for Capital Financing and Investments
FROM: Mark Gordon, State Treasurer *MG*
DATE: October 31, 2016
RE: Tobacco Settlement Accounts

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As requested by the Select Committee for Capital Financing and Investments, the State Treasurer is reporting on the Wyoming Tobacco Settlement Accounts.

The Wyoming State Legislature established a corpus and income account for the tobacco settlement funds recovered under the terms of the master settlement agreement between several states and major tobacco manufacturers in 1999. The master settlement agreement was approved by the State of Wyoming in November 1998.

Initially, the master settlement monies received by the State were deposited into the trust corpus and the earnings from the investment of the corpus of the trust were deposited to the income account. The earnings in the income account were/are used to run health programs for prevention and cessation of tobacco use.

The statute, W.S. 9-4-1203, was changed in FY02, so that any earnings from investment of the corpus of the trust fund and all funds received on or after March 15, 2002, as financial recovery under the terms of the master settlement agreement are credited to the income account. Any non-appropriated, unspent, or non-obligated funds within the income account at the end of the fiscal year are to be transferred to the trust fund corpus on July 1.

The Tobacco Settlement Trust Fund balance as of June 30, 2016 was \$84,550,167. The FY16 earnings from investment of the corpus of the trust deposited to the income account were \$2,364,390. The master settlement amount received for FY16 was \$18,269,178 and the ending balance as of June 30, 2016 in the Tobacco Settlement Income Account was \$22,296,359. At the end of FY16 the inception-to-date total spent from the Tobacco Settlement Account was \$269,871,547.

Attached are spreadsheets for the Tobacco Settlement Trust Fund (Corpus) and the Tobacco Settlement Income Account which display the actual numbers and inception-to-date totals, from fiscal years 1999 through 2016.

If you or any member of your committee has questions, please feel free to contact me.

cc: Matt Obrecht, LSO
Don Richards, LSO

**Tobacco Settlement Trust Fund
Corpus Summary**

For Period Ended	Master Settlement Corpus Deposits	End of BFY Reversions to Corpus	Ending Cash Balance
FY99		\$0	0
FY00	\$20,060,496	\$0	\$20,060,496
FY01	\$19,859,019	\$0	\$39,919,515
FY02	\$140,863	\$0	\$40,060,378
FY03		\$7,837,321	\$47,897,699
FY04		\$3,910,742	\$51,808,441
FY05		\$0	\$51,808,441
FY06		\$4,545,398	\$56,353,839
FY07		\$0	\$56,353,839
FY08		\$2,663,093	\$59,016,932
FY09		\$0	\$59,016,932
FY10		\$6,800,665	\$65,817,597
FY11		\$0	\$65,817,597
FY12		\$2,067,470	\$67,885,067
FY13		\$2,611,983	\$70,497,050
FY14		\$14,053,117	\$84,550,167
FY15		\$0	\$84,550,167
FY16		\$0	\$84,550,167
TOTALS as of 06/30/16	\$40,060,378	\$44,489,789	\$84,550,167

**Tobacco Settlement
Income Account Summary**

For Period Ended	Master Settlement Income Acct Deposits	Income Acct Interest Earned	End of BFY Reversions to Corpus	Ending Cash Balance
FY99	0	0	\$0	\$0
FY00	\$0	\$467,183	\$0	\$467,183
FY01	\$0	\$1,833,490	\$0	\$2,300,673
FY02	\$13,631,478	\$3,124,957	\$0	\$19,057,108
FY03	\$18,448,472	\$3,127,132	(\$7,837,321)	\$32,795,391
FY04	15594424	\$3,342,001	(\$3,910,742)	\$47,821,074
FY05	\$15,827,492	\$3,964,956	\$0	\$67,613,522
FY06	\$14,529,712	\$3,221,873	(\$4,545,398)	\$80,819,709
FY07	\$15,208,210	\$2,838,210	\$0	\$98,866,129
FY08	\$21,381,461	\$4,352,615	(\$2,663,093)	\$121,937,112
FY09	\$23,110,794	\$3,981,322	\$0	\$149,029,228
FY10	\$19,453,646	\$5,874,306	(\$6,800,665)	\$167,556,515
FY11	\$18,247,891	\$4,543,158	\$0	\$190,347,564
FY12	\$18,602,830	\$3,924,418	(\$2,067,470)	\$210,807,342
FY13	\$30,325,837	\$6,316,826	(\$2,611,983)	\$244,838,022
FY14	\$16,979,584	\$2,529,741	(\$14,053,117)	\$250,294,230
FY15	\$18,471,844	\$2,768,264	\$0	\$271,534,338
FY16	\$18,269,178	\$2,364,390	\$0	\$292,167,906
TOTALS as of 06/30/16	\$278,082,853	\$58,574,842	(\$44,489,789)	\$292,167,906

Inception-to-Date Expenditures (269,871,547)

Income Acct Ending Cash Balance as of 06/30/16 22,296,359