



ACTUAL TOBACCO SETTLEMENT PAYMENTS RECEIVED BY THE STATES (Millions of Dollars)

The following table shows the actual payments received by the states pursuant to the individual settlements negotiated in 1997 and 1998 by Mississippi, Florida, Texas, and Minnesota to settle their lawsuits against the major cigarette companies and the November 1998 Master Settlement Agreement (MSA) between the cigarette companies and the rest of the states, DC, Puerto Rico, and the U.S. territories. Payments are for calendar years but because of payment schedules the totals for most states are the same as their fiscal year totals. The terms of the MSA called for the large payment increases in 2008, and those higher levels continue thereafter. The 2006 through 2008 payments reflect the fact that most of the MSA companies withheld or paid into disputed-payment escrow accounts amounts they claim are not due because of a retroactive Non-Participating Manufacturer (NPM) adjustment.* Very few states are currently spending an adequate amount of their tobacco settlement revenues to prevent and reduce tobacco use.

State	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	State Tobacco Prevention [†]
Alabama	\$0.0	\$0.0	\$163.0	\$104.8	\$114.4	\$92.7	\$100.7	\$103.0	\$94.3	\$98.1	\$106.1	\$2.3
Alaska	\$0.0	\$15.8	\$19.6	\$20.7	\$23.7	\$19.6	\$21.2	\$21.8	\$19.9	\$20.7	\$34.7	\$9.2
Arizona	\$0.0	\$0.0	\$148.9	\$90.2	\$105.4	\$85.8	\$91.6	\$94.0	\$86.0	\$89.5	\$115.6	\$21.3
Arkansas	\$0.0	\$0.0	\$0.0	\$140.1	\$57.4	\$47.5	\$51.5	\$52.8	\$48.3	\$50.3	\$57.3	\$16.9
California	\$0.0	\$589.7	\$688.6	\$773.5	\$912.7	\$743.4	\$793.5	\$813.7	\$744.5	\$774.8	\$832.1	\$78.1
Colorado	\$0.0	\$63.3	\$78.9	\$83.3	\$95.0	\$78.6	\$85.2	\$87.4	\$80.0	\$83.2	\$103.6	\$27.5
Connecticut	\$0.0	\$85.8	\$100.2	\$112.5	\$132.7	\$108.1	\$115.4	\$118.4	\$108.3	\$112.7	\$141.3	\$8.3
Delaware	\$0.0	\$18.3	\$21.3	\$24.0	\$28.3	\$23.0	\$24.6	\$25.2	\$23.1	\$24.0	\$30.5	\$11.3
DC	\$0.0	\$28.0	\$34.9	\$36.9	\$42.1	\$34.8	\$37.7	\$38.7	\$35.4	\$36.9	\$43.6	\$4.0
Florida	\$562.5	\$531.0	\$640.9	\$743.4	\$765.7	\$546.4	\$363.9	\$416.7	\$389.7	\$396.4	\$398.0	\$60.2
Georgia	\$0.0	\$60.6	\$141.2	\$149.1	\$170.0	\$140.7	\$152.6	\$156.5	\$143.2	\$149.0	\$159.5	\$3.2
Hawaii	\$0.0	\$14.9	\$32.5	\$36.5	\$43.0	\$35.1	\$37.4	\$38.4	\$35.1	\$36.5	\$56.1	\$11.3
Idaho	\$0.0	\$9.0	\$20.9	\$22.1	\$25.2	\$20.8	\$22.6	\$23.2	\$21.2	\$22.1	\$28.5	\$2.6
Illinois	\$0.0	\$114.9	\$267.8	\$282.7	\$322.4	\$266.9	\$289.3	\$296.7	\$271.5	\$282.5	\$310.0	\$9.5
Indiana	\$0.0	\$50.4	\$117.4	\$123.9	\$141.3	\$117.0	\$126.8	\$130.0	\$119.0	\$123.8	\$147.4	\$16.0
Iowa	\$0.0	\$21.5	\$50.0	\$52.8	\$60.2	\$49.9	\$54.1	\$55.4	\$50.7	\$52.8	\$75.5	\$11.2
Kansas	\$0.0	\$20.6	\$48.0	\$50.6	\$57.7	\$47.8	\$51.8	\$53.1	\$48.6	\$50.6	\$66.3	\$2.0
Kentucky	\$0.0	\$43.5	\$95.0	\$106.7	\$125.9	\$102.6	\$109.5	\$112.3	\$102.7	\$106.9	\$115.1	\$3.7
Louisiana	\$0.0	\$55.7	\$129.8	\$137.0	\$156.2	\$129.3	\$140.2	\$143.8	\$131.5	\$136.9	\$160.6	\$8.5
Maine	\$0.0	\$19.0	\$44.3	\$46.7	\$53.3	\$44.1	\$47.8	\$49.0	\$44.9	\$46.7	\$58.2	\$11.7
Maryland	\$0.0	\$55.8	\$130.0	\$137.4	\$156.6	\$129.6	\$140.5	\$144.1	\$131.8	\$137.2	\$166.2	\$20.6
Massachusetts	\$0.0	\$99.7	\$217.9	\$244.8	\$288.8	\$235.2	\$251.1	\$257.5	\$235.6	\$245.2	\$288.5	\$13.5
Michigan	\$0.0	\$107.5	\$234.8	\$263.7	\$311.2	\$253.5	\$270.5	\$277.4	\$253.8	\$264.2	\$290.2	\$5.1
Minnesota	\$0.0	\$220.8	\$326.7	\$351.5	\$377.9	\$260.2	\$168.5	\$175.5	\$180.8	\$183.9	\$182.0	\$21.5

* The NPM adjustment issue is being resolved through arbitration and the courts. States that win will get all the withheld payments plus interest. See Campaign factsheet, *The NPM Adjustment Threat to State MSA Payments: How Real is It and What Can States Do to Fight Back?*, <http://tobaccofreekids.org/research/factsheets/pdf/0293.pdf>.

† State tobacco prevention spending includes state and federal funds.

State	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	State Tobacco Prevention [†]
Mississippi	\$232.1	\$109.8	\$199.5	\$231.1	\$229.0	\$169.6	\$112.5	\$116.9	\$120.5	\$122.6	\$121.3	\$10.7
Missouri	\$0.0	\$0.0	\$0.0	\$387.8	\$159.6	\$130.4	\$141.4	\$145.0	\$132.7	\$138.1	\$153.3	\$2.7
Montana	\$0.0	\$10.5	\$24.4	\$25.8	\$29.4	\$24.4	\$26.4	\$27.1	\$24.7	\$25.8	\$34.6	\$9.3
Nebraska	\$0.0	\$14.7	\$34.2	\$36.1	\$41.2	\$34.1	\$37.0	\$37.9	\$34.7	\$36.1	\$42.9	\$4.0
Nevada	\$0.0	\$15.1	\$35.1	\$37.0	\$42.3	\$35.0	\$37.9	\$38.9	\$35.6	\$37.0	\$46.0	\$4.1
New Hampshire	\$0.0	\$16.4	\$38.3	\$40.4	\$46.1	\$38.2	\$41.4	\$42.5	\$38.8	\$40.4	\$48.4	\$1.1
New Jersey	\$0.0	\$0.0	\$402.5	\$235.8	\$267.9	\$221.7	\$240.4	\$246.5	\$225.5	\$234.7	\$262.2	\$10.2
New Mexico	\$0.0	\$14.7	\$34.3	\$36.2	\$41.3	\$34.2	\$37.1	\$38.0	\$34.8	\$36.2	\$44.9	\$10.5
New York	\$0.0	\$315.1	\$688.5	\$773.4	\$912.5	\$743.3	\$793.4	\$813.6	\$744.4	\$774.7	\$834.5	\$81.9
North Carolina	\$0.0	\$57.6	\$125.8	\$141.3	\$166.8	\$135.8	\$145.0	\$148.7	\$136.0	\$141.6	\$160.0	\$18.5
North Dakota	\$0.0	\$9.0	\$21.1	\$22.2	\$25.4	\$21.0	\$22.8	\$23.3	\$21.3	\$22.2	\$36.5	\$4.1
Ohio	\$0.0	\$124.4	\$289.8	\$306.0	\$348.9	\$288.8	\$313.1	\$321.1	\$293.8	\$305.8	\$334.3	\$7.1
Oklahoma	\$0.0	\$25.6	\$59.6	\$62.9	\$71.8	\$59.4	\$64.4	\$66.1	\$60.4	\$62.9	\$89.0	\$19.1
Oregon	\$0.0	\$28.3	\$61.9	\$69.5	\$82.1	\$66.8	\$71.3	\$73.2	\$66.9	\$69.7	\$90.3	\$9.1
Pennsylvania	\$0.0	\$0.0	\$452.3	\$348.5	\$410.9	\$334.7	\$357.3	\$366.4	\$335.2	\$348.8	\$382.0	\$33.2
Rhode Island	\$0.0	\$17.7	\$41.4	\$43.7	\$49.8	\$41.2	\$44.7	\$45.8	\$41.9	\$43.6	\$53.2	\$1.9
South Carolina	\$0.0	\$29.0	\$67.7	\$71.5	\$81.5	\$67.4	\$73.1	\$76.0	\$68.6	\$71.4	\$83.5	\$1.0
South Dakota	\$0.0	\$8.6	\$20.1	\$21.2	\$24.2	\$20.0	\$21.7	\$22.2	\$20.4	\$21.2	\$27.6	\$5.8
Tennessee	\$0.0	\$0.0	\$256.4	\$150.4	\$169.1	\$140.0	\$151.7	\$155.6	\$142.4	\$148.2	\$157.3	\$6.1
Texas	\$378.0	\$1,018.9	\$839.8	\$974.2	\$1,004.5	\$719.0	\$479.9	\$498.6	\$516.1	\$524.4	\$525.2	\$12.6
Utah	\$0.0	\$11.0	\$25.6	\$27.0	\$30.8	\$25.5	\$27.7	\$28.4	\$25.9	\$27.0	\$42.1	\$8.2
Vermont	\$0.0	\$10.2	\$22.2	\$24.9	\$29.4	\$23.9	\$25.6	\$26.2	\$24.0	\$25.0	\$39.9	\$6.1
Virginia	\$0.0	\$50.5	\$117.6	\$124.2	\$141.6	\$117.2	\$127.1	\$130.4	\$119.3	\$124.1	\$132.7	\$13.6
Washington	\$0.0	\$50.7	\$118.1	\$124.7	\$142.2	\$117.7	\$127.6	\$130.9	\$119.8	\$124.6	\$173.0	\$28.4
West Virginia	\$0.0	\$21.9	\$51.0	\$53.8	\$61.4	\$50.8	\$55.1	\$56.5	\$51.7	\$53.8	\$73.0	\$6.7
Wisconsin	\$0.0	\$51.2	\$111.8	\$125.6	\$148.2	\$120.7	\$128.8	\$132.1	\$120.9	\$125.8	\$149.2	\$16.3
Wyoming	\$0.0	\$6.1	\$13.4	\$15.0	\$17.8	\$14.5	\$15.4	\$15.8	\$14.5	\$15.1	\$21.4	\$6.9
Am. Samoa	\$0.0	\$0.4	\$0.8	\$0.9	\$1.1	\$0.9	\$0.9	\$1.0	\$0.89	\$0.9	\$2.4	NA
Guam	\$0.0	\$0.5	\$1.2	\$1.3	\$1.6	\$1.3	\$1.4	\$1.4	\$1.28	\$1.3	\$2.8	NA
No. Mariana	\$0.0	\$0.2	\$0.5	\$0.3	\$0.4	\$0.6	\$0.5	\$0.5	\$0.49	\$0.5	\$2.0	NA
Puerto Rico	\$0.0	\$27.7	\$60.5	\$46.2	\$54.6	\$83.9	\$70.0	\$71.5	\$65.4	\$68.1	\$82.6	NA
Virgin Islands	\$0.0	\$0.4	\$0.9	\$0.7	\$0.8	\$1.3	\$1.1	\$1.1	\$1.10	\$1.1	\$2.5	NA
MSA Total	\$0.0	\$2.4 bill.	\$6.0 bill.	\$6.4 bill.	\$7.0 bill.	\$5.8 bill.	\$6.2 bill.	\$6.4 bill.	\$5.8 bill.	\$6.1 bill.	\$7.0 bill.	\$0.6 bill.
Ind. State Total	\$1.4 bill.	\$1.9 bill.	\$2.0 bill.	\$2.3 bill.	\$2.4 bill.	\$1.7 bill.	\$1.1 bill.	\$1.2 bill.	\$1.2 bill.	\$1.2 bill.	\$1.2 bill.	\$0.1 bill.
National Total	\$1.4 bill.	\$4.3 bill.	\$8.0 bill.	\$8.7 bill.	\$9.4 bill.	\$7.5 bill.	\$7.3 bill.	\$7.6 bill.	\$7.0 bill.	\$7.3 bill.	\$8.2 bill.	\$0.7 bill.

Campaign for Tobacco-Free Kids, November 10, 2008 / Eric Lindblom

Payments of “disputed” funds are placed in escrow until the dispute is resolved. As set forth in the settlement agreements, the base-payment amounts allocated to the states each year are subject to various adjustments prior to payment. The two major adjustments are the downward volume adjustment (based on declines in the nationwide sales of the top-four, now three, U.S. cigarette companies) and the upward inflation adjustment (equal to the higher of 3% or the actual rate of inflation each year). The volume adjustment’s payment reductions have been increasingly offset by the upward inflation adjustment. As noted above, most of the companies withheld part of their payments in 2006 through 2008 based on a claimed NPM adjustment. MSA payments are currently made annually, due by April 15.

Additional Information: Master Settlement Agreement, www.naag.org/tobaccopublic/library.cfm; National Association of Attorneys General (NAAG) website at: www.naag.org/tobaccopublic/library.cfm; Campaign for Tobacco-Free Kids website at: <http://www.tobaccofreekids.org/research/factsheets/index.php?CategoryID=32>, <http://tobaccofreekids.org/reports/settlements> and <http://www.tobaccofreekids.org/research/factsheets/index.php?CategoryID=8>.