

Tom - Here is the info
you requested. We cannot
distribute these tables
& OMB does not want
us to give out year
by year #'s. But
you can give out
the three-year totals.
Call me if you need
me to clarify. Is
- Cynthia D.

Possible Uses of Tobacco Legislation Receipts

(In Billions of Nominal Dollars-- FY99-03 Unless Noted)

McCain

Proposed Manager's Amendment

	Budget	Compromise		Year 1	Year 2	Year 3	Year 4	Year 5	Manager's Amendment		
		\$	%	FY99	FY00	FY01	FY02	FY03	FY99-03	FY99-08	FY99-23
RECEIPTS											
Gross Payments	95										
Net Receipts 1/	66	62	100%	15.4	11.0	12.5	12.8	13.8	65.5	142.7	460.4
Initial Payment, net (Excluded from formula)		7									
USES											
Health & Health-Related Research	21.1	13.5	22%	3.4	2.4	2.8	2.8	3.0	14.4	31.4	101.3
NIH	17.0			2.6	1.7	2.0	2.3	2.5	11.1		
NSF Biomedical/Basic Research	2.9			0.1	0.1	0.1	0.1	0.1	0.4		
Clinical Cancer Trials	0.8			0.2	0.3	0.3			0.8		
CDC/AHCPR	0.4			0.5	0.4	0.4	0.4	0.5	2.2		
Public Health	9.5	13.5	22%	3.4	2.4	2.8	2.8	3.0 #	14.4	31.4	101.3
Cessation	5.3			1.0	0.7	0.8	0.8	0.9	4.3		
Indian Health Service	0.1			0.2	0.1	0.1	0.1	0.2	0.7		
Prevention & Education (Prev., Advertising, Surveys)	3.0			1.9	1.4	1.6	1.6	1.7	8.3		
State Prevention	0.4								2.7		
Counter-Advertising	2.4								2.7		
International	0.3			0.2	0.2	0.2	0.2	0.2	1.1		
Surveys (Minimum Allocation)				0.2	0.2	0.2	0.2	0.2	0.8		
Licensing & Enforcement (FDA, Licensing, Anti-Smuggling)	1.2			0.7	0.5	0.6	0.6	0.6	2.9		
FDA (Minimum within Sub-account)	1.2			0.1	0.2	0.3	0.3	0.3	1.2 (non-add)		
State Funds, Direct	26.4	25.0	40%	6.2	4.4	5.0	5.1	5.5	26.2	57.1	184.1
Unrestricted	41% 10.7		50%	3.1	2.2	2.5	2.6	2.8	13.1		
Specified	59% 15.7		50%	3.1	2.2	2.5	2.6	2.8	13.1		
Farmers & Farm Communities	28.5	0.5	10.0	16%	2.5	1.8	2.0	2.0	2.2	10.5	22.8
Compensation	3.0		4%	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other Research (Climate Change, NASA, etc)	5.1		2.3%	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other/Medicare 2/	0.0	7.0	0%	0.0	0.0	0.0	0.0	0.0	0.0	0.0	45.1
TOTAL USES	66	69	111%	15.4	11.0	12.5	12.8	13.8	65.5	142.7	460.4
FUNDS REMAINING (DEFICIT)	0.0	0.0		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Allocation within Accounts			
Min. %	\$ 5 Yrs	Max. %	\$ 5 Yrs
75%	10.8	80%	11.5
1%	0.1	5%	0.7
9%	0.8	9%	0.8
12%	1.7	18%	2.6
93%	13.5	108%	15.6

25%	3.6	35%	5.0
3%	0.4	7%	1.0
50%	7.2	65%	9.4
30%	2.2	35%	3.3
30%	2.2	35%	3.3
10%	0.7	15%	1.4
10%	0.7	12%	1.1
80%	5.8	97%	9.1
17.5%	2.5	22.5%	3.2
96%	13.8	130%	18.7

Possible I of Tobacco Legislation Receipts
(Farmers: \$18B, States \$26B, PH and Research Hit Proportionately)
(In Billions of Nominal Dollars—FY99-03 Unless Noted)

Lugar

	Budget	Compromise		Proposed Manager's Amendment					Manager's Amendment		
		\$	%	Year 1 FY99	Year 2 FY00	Year 3 FY01	Year 4 FY02	Year 5 FY03	FY99-03	FY99-08	FY99-23
RECEIPTS											
Gross Payments	95										
Net Receipts 1/	66	62	100%	15.4	11.0	12.5	12.8	13.8	65.5	142.7	460.4
<i>Initial Payment, net (Excluded from formula)</i>											
Net Receipts Less Farmers and States		7		3.2	0.6	1.5	7.7	8.3 #	21.3	67.6	258.2
USES											
Health & Health-Related Research	21.1	13.5	59%	1.6	0.3	0.8	3.8	4.1	10.7	33.8	129.1
NIH	17.0			1.1	0.0	0.3	3.1	3.4	8.0		
NSF (Scientific/Basic Research)	2.9			0.0	0.0	0.0	0.1	0.1	0.3		
Clinical Cancer Trials	0.8			0.2	0.3	0.3			0.8		
CDC/AHCPR	0.4			0.2	0.0	0.1	0.6	0.6	1.6		
Public Health	9.5	13.5	59%	1.6	0.3	0.8	3.8	4.1 #	10.7	33.8	129.1
Cessation	5.3			0.5	0.1	0.2	1.2	1.2	3.2		
Indian Health Service	0.1			0.1	0.0	0.0	0.2	0.2	0.5		
Prevention & Education (Print, Advertising, Surveys)	3.0			0.9	0.2	0.4	2.2	2.4	6.1		
State Prevention	0.4								2.0		
Counter-Advertising	2.4								2.0		
International	0.3			0.1	0.0	0.1	0.3	0.3	0.8		
Surveys (National Alcoholic)				0.2	0.2	0.2	0.2	0.2	0.8		
Licensing & Enforcement (FDA, Licensing, Anti-Smuggling)	1.2			0.3	0.1	0.2	0.8	0.8	2.1		
FDA (payments within sub-account)	1.2			0.1	0.2	0.3	0.3	0.3	1.2 (non-adv)		
State Funds, Direct	26.4	25.0	40%	6.2	4.4	5.0	5.1	5.5	26.2	57.1	184.1
Unrestricted	47% 10.7		55%	3.1	2.2	2.5	2.8	2.8	13.1		
Specified	50% 15.7		50%	3.1	2.2	2.5	2.8	2.8	13.1		
Farmers & Farm Communities	28.5	0.5	10.0	6.0	6.0	6.0	6.0	6.0	18.0	18.0	18.0
Compensation	3.0			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other Research (Climate Change, NASA, etc)	5.1			0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other/Medicare y	0.0	7.0		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL USES	66	69	111%	15.4	11.0	12.5	12.8	13.8	65.5	142.7	460.4
FUNDS REMAINING (DEFICIT)	0.0	0.0		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Allocation within Accounts

Mkt. %	\$ \$ Yrs	Mkt. %	\$ \$ Yrs
75%	8.0	80%	8.5
7%	0.1	5%	0.5
8%	0.2	9%	0.2
12%	1.3	18%	1.9
90%	9.6	105%	11.2

25%	2.7	35%	3.7
3%	0.3	7%	0.7
50%	5.3	65%	6.9
30%	1.8	35%	2.4
38%	1.8	35%	2.4
10%	0.5	15%	1.0
10%	0.5	12%	0.8
80%	4.3	97%	8.7
17.5%	1.9	22.5%	2.4
98%	10.2	130%	13.8

[Holding states constant]
 % Reduction to Public
 Health + Research
 Compared to Manager's
 Amend

4r1 2 3
 → -55% -88% -71%