

### Idaho Millennium Permanent Endowment Fund

Fiscal Year	Beginning Market Value	Actual/Projected Receipts	Transfers	Earnings/(Losses)*	Transfer from 0545 to 0499*	Ending Market Value
2007	\$ -	\$ 17,640,532	\$ 10,000,000	\$ 454,070	\$ -	\$ 28,094,602
2008	28,094,602	22,802,728	0	2,296	0	50,899,626
2009	50,899,626	24,771,612	0	(8,181,051)	(474,559)	67,015,628
2010	67,015,628	20,791,657	0	5,530,576	(1,729,866)	91,607,995
2011	91,607,995	19,555,588	0	21,399,579	(2,374,778)	130,188,383
2012	130,188,383	19,937,780	161,000	1,043,075	(3,950,037)	147,380,201
2013	147,380,201	19,929,915	0	17,887,327	(5,457,980)	179,739,463
2014	179,739,463	21,960,475	0	31,773,318	(6,446,586)	227,026,669
2015	227,026,669	20,000,000	4,112,658	2,934,141	(7,948,571)	246,124,897
2016	246,124,897	20,000,000	10,268,000	25,249,598	(38,916,199)	262,726,296
2017	262,726,296	20,000,000	0	15,744,647	(11,523,390)	286,947,552
2018	286,947,552	20,000,000	0	17,201,246	(12,128,388)	312,020,410
2019	312,020,410	20,000,000	0	18,679,875	(13,227,808)	337,472,477
2020	337,472,477	20,000,000	0	20,174,462	(14,447,710)	363,199,229
2021	363,199,229	20,000,000	0	21,684,853	(15,686,062)	389,198,020
2022	389,198,020	20,000,000	0	23,211,198	(16,937,779)	415,471,440
2023	415,471,440	20,000,000	0	24,753,666	(18,202,731)	442,022,374
2024	442,022,374	20,000,000	0	26,312,426	(19,481,045)	468,853,755
2025	468,853,755	20,000,000	0	27,887,650	(20,772,862)	495,968,543
<b>TOTAL</b>		\$ 387,390,286	\$ 24,541,658	\$ 293,742,951	\$ (209,706,352)	

\*Note: The amount listed for the current fiscal year under "Earnings/(Losses)" represents a combination of actual year-to-date and projected earnings. The amounts under "Transfers" & "Transfer from 0545 to 0499" represent a combination of actual year-to-date and projected transfers. Projected earnings assume a 6.0% return on investment from FY 2013 forward, as suggested by the State Treasurer's Office. Data for FY 2012 reflected budgeted amounts and assumptions of an 8% return.

## Summary Tables and Graphs

### Idaho Millennium Fund

Fiscal Year	Beginning Market Value	Actual/Projected Receipts	Transfers*	Earnings/(Losses)*	Transfer from 0540 to 0499*	Ending Market Value
2000	\$ -	\$ 29,728,524	\$ -	\$ 495,787	\$ (386,959)	\$ 29,837,353
2001	29,837,353	22,751,124	0	(2,105,516)	(1,729,535)	48,753,427
2002	48,753,427	26,602,063	(19,335,604)	(4,255,408)	(2,438,933)	49,325,545
2003	49,325,545	26,653,835	(70,311,509)	(724,806)	(4,943,065)	0
2004	0	22,818,949	0	(61,929)	0	22,757,020
2005	22,757,020	23,151,453	0	621,571	(1,941,119)	44,588,925
2006	44,588,925	21,253,142	0	2,138,244	(284,669)	67,695,642
2007	67,695,642	4,605,075	(10,000,000)	3,418,332	(1,360,348)	64,358,701
2008	64,358,701	5,700,682	0	2,840,943	(2,533,638)	70,366,688
2009	70,366,688	6,192,903	64,059	1,136,762	(3,553,869)	74,206,543
2010	74,206,543	5,197,914	149,538	660,273	(3,247,393)	76,966,875
2011	76,966,875	4,888,897	(4,493,162)	693,571	(3,467,581)	74,588,601
2012	74,588,601	4,984,445	(61,963,317)	173,879	(3,627,698)	14,155,910
2013	14,155,910	4,982,479	7,234	47,128	(3,700,511)	15,492,239
2014	15,492,239	5,490,119	15,051	24,198	(791,804)	20,229,802
2015	20,229,802	5,000,000	(15,051)	781,275	(586,631)	25,409,396
2016	25,409,396	5,000,000	0	3,414,741	(4,023,791)	29,800,345
2017	29,800,345	5,000,000	0	299,270	(1,047,813)	34,051,803
2018	34,051,803	5,000,000	0	854,739	(1,283,720)	38,622,823
2019	38,622,823	5,000,000	0	964,661	(1,508,016)	43,079,468
2020	43,079,468	5,000,000	0	1,071,915	(1,723,457)	47,427,926
2021	47,427,926	5,000,000	0	1,176,310	(1,943,759)	51,660,477
2022	51,660,477	5,000,000	0	1,277,908	(2,158,713)	55,779,673
2023	55,779,673	5,000,000	0	1,376,785	(2,367,937)	59,788,521
2024	59,788,521	5,000,000	0	1,473,014	(2,571,558)	63,689,977
2025	63,689,977	5,000,000	0	1,566,664	(2,769,724)	67,486,917
<b>TOTAL</b>		\$ 270,001,605	\$ (165,882,761)	\$ 19,360,313	\$ (55,992,240)	

\*Note: The amount listed for the current fiscal year under "Earnings/(Losses)" represents a combination of actual year-to-date and projected earnings. The amounts under "Transfers" & "Transfer from 0540 to 0499" represent a combination of actual year-to-date and projected transfers. The State Treasurer's Office projects tobacco settlement cash receipts of around \$25 million per year from FY 2012 through FY 2025. Of that amount, \$20 million is to be deposited in the Permanent Endowment Fund (0545) and \$5 million into the Millennium Fund (0540), per Idaho Code. Returns for FY 2012 are based upon a budgeted 5% estimate, as in previous years. Return assumptions for FY 2013 through FY 2017 have been adjusted down to 1%, then increased to 2.5% thereafter given the new norm for fixed income markets as suggested by the State Treasurer's Office.

### History of Non-program Transfers from the Millennium Fund

H701 (2002 Idaho Sess. Laws 156) transferred to the General Fund the April 2002 tobacco payment (\$19.3 million) distributed to the State of Idaho pursuant to the tobacco Master Settlement Agreement.

S1517 (2002 Idaho Sess. Laws 205) transferred to the General Fund \$10 million from the fiscal year 2003 scheduled tobacco payments.

S1195 (2003 Idaho Sess. Laws 341) transfers the following: (1) \$798,200 to the Income Fund for remaining portion of appropriation of FY03 Millennium Fund projects; (2) \$2,438,700 to the Income Fund for FY04 Millennium Fund projects; (3) the entire remaining balance of the fund corpus to the General Fund (approximately \$40.2 million); and (4) \$16,350,315 to the General Fund from the April 2003 tobacco payment.

\$2.228 million of the \$70.3 million transfer out in April of FY 2003 was not a true transfer; instead it was directly deposited into the General Fund and was not first deposited to the Millennium Fund

SB1416 (2006 Idaho Sess. Laws 187) establishes the Permanent Endowment Fund and requires that 80% of all future settlement funds and earnings be transferred to the Permanent Endowment Fund and 20% of all future settlement funds and earnings be transferred to the Idaho Millennium Fund. It also requires an initial transfer of \$10,000,000 to the Permanent Endowment Fund from the Millennium Fund and a transfer of any amount over \$100 million from the Millennium Fund to the Permanent Endowment Fund. The ending book value is greater than \$100 million, starting in FY 2016, because Idaho Code 67-1805 requires that any amount in excess of \$100 million be transferred to the permanent endowment fund as determined on the second business day in July (Idaho Code 67-1804), rather than the end of the fiscal year. Due to the timing of the transfer at the beginning of the fiscal year, instead of the end of the fiscal year, the ending book value will exceed the \$100 million.

HB 329, section 5 (2011 Idaho Sess. Laws chapter 293) appropriated and transferred \$4,325,000 for FY 2011, and authorized the transfer of \$3,000,000 from the Idaho Millennium Fund to the Catastrophic Health Care Fund for FY 2012. SB 1201, section 2 (2011 Idaho Sess. Laws chapter 315) authorized the transfer of \$21,959,000 from the Idaho Millennium Fund to the General Fund for FY 2012. For FY 2011, HB 341, section 6 (2011 Idaho Sess. Laws chapter 298) appropriated \$573,000 from the Millennium Fund to the Department of Health and Welfare. For FY 2012, it authorized the transfer of up to \$42,317,700, by no later than September 1, 2011, from the Idaho Millennium Fund to reimburse the State Treasury for payments made of the Medical Assistance Service Programs prior to June 30, 2011. The actual transfer amount totaled \$37,888,100 from the Idaho Millennium Fund to the Cooperative Welfare Fund. The amount appropriated and transferred for **FY 2011 totaled \$4,898,000. For FY 2012**, the combined total of the \$3,000,000, the \$21,959,000, and the \$37,888,100 amounts to **\$62,847,100.**

S1408, Chapter 317, Laws of 2012. Appropriated and transferred \$241,000 from the Millennium Fund. Of that amount, \$161,000 was transferred to the Millennium Permanent Endowment Fund to repay the endowment fund for expenses related to investment management consulting fees that were paid in error from FY 2009 through FY 2011. It also appropriated and transferred \$80,000 from the Idaho Millennium Fund to the Idaho Millennium Income Fund to cover the appropriation made to the State Treasurer for investment management consulting fees that will be paid in FY 2012.

## Summary Tables and Graphs

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### *FY 2017 Governor's Recommendation for the Millennium Income Fund*

<b>Organization</b>	<b>Program</b>	<b>Recommendation</b>
Dept. of Correction	Substance Use Disorder Treatment	\$1,859,200
Juvenile Corrections	Juvenile Interventions	\$1,062,800
Health and Welfare	Tobacco Cessation & Counter Marketing	\$2,706,700
Public Health Districts	Tobacco Cessation	\$750,000
Public Health Districts	Prescription Drug Abuse Prevention	\$225,000
Idaho State Police	Preventing Minors' Access to Tobacco	\$94,000
American Lung Association	TATU, STAND	\$202,000
Idaho Association of Counties	Community Recovery Centers	\$200,000
American Cancer Society	Cancer Screening Awareness	\$194,200
Idaho Meth Project	Meth Prevention and Education Program	\$495,600
Idaho Youth Ranch	Idaho Youth Ranch Anchor House	\$50,000
Idaho Suicide Hotline	Idaho Suicide Hotline	\$120,000
Boys and Girls Club	Youth Empowerment Project	\$423,000
Family Physicians	Tar Wars Program	\$84,400
Idaho Drug Free Youth	Idaho Drug Free Youth 21 Matters Program	\$510,400
University of Idaho	E-Cigarette Awareness	\$398,400
Boise State University	Alcohol Drug Awareness Resources Center	\$142,200
Idaho State University	Evaluation Grants	\$61,200
Idaho State University	Evaluation Grants	\$396,000
Strategic Intelligence Inc.	Evaluation Grants	<u>\$107,500</u>
<b>Total Recommendation</b>		<b>\$9,882,600</b>

**Substance Abuse Treatment - \$1,859,200:** The Governor recommends one-time spending authority from the Millennium Fund for the department's Substance Use Disorder Treatment Program.

**Juvenile Interventions - \$1,062,800:** The Governor recommends one-time Millennium Fund spending authority to be used to prevent and reduce the use of tobacco and other substances by youth, through the engagement and leadership of judges and local juvenile justice councils.

**Tobacco Cessation & Counter Marketing Funding - \$2,706,700:** The Governor recommends one-time Millennium Fund for continued smoking cessation and prevention efforts such as tobacco counter marketing and nicotine replacement therapy.

**Smoking Cessation - \$750,000:** The Governor recommends one-time Millennium Fund for the continuation of the health district tobacco prevention and cessation program. This amount is level funding to the FY 2016 appropriation.

**Prescription Drug Abuse Program - \$225,000:** The Governor recommends one-time Millennium Fund for a prescription monitoring program.

**Preventing Minors' Access to Tobacco - \$94,000:** The Governor recommends one-time Millennium Fund spending authority for continued Minors' Access to Tobacco compliance checks. The department is statutorily required to perform one compliance check per permittee per year.

**American Lung Association - \$202,000:** The Governor recommends one-time Millennium Fund for the American Lung Association for the TATU, STAND, and NOT youth tobacco prevention and education programs.

**Recovery Idaho - \$200,000:** The Governor recommends one-time Millennium Fund for continued support of four existing community recovery centers.

**American Cancer Society - \$194,200:** The Governor recommends one-time Millennium Fund for the American Cancer Society Cancer Action Network cancer screening awareness campaign.

**Idaho Prevention Project - \$495,600:** The Governor recommends one-time Millennium Fund for the Idaho Prevention Project for education and outreach to prevent the use of methamphetamine, over-the-counter, and prescription drug abuse.

**Idaho Youth Ranch - \$50,000:** The Governor recommends one-time Millennium Fund to support the Idaho Youth Ranch Anchor House, a residential treatment facility in Coeur d'Alene that serves families of at-risk children with substance abuse and tobacco cessation and prevention programs.

**Idaho Suicide Hotline - \$120,000:** The Governor recommends one-time Millennium Fund for the Idaho Suicide Hotline.

**Boys and Girls Club - \$423,000:** The Governor recommends one-time Millennium Fund for the Boys and Girls Club Youth Empowerment Project. The objective of the Youth Empowerment Project is to lower behavior risks and increase academic performance, community involvement, and school participation.

**Idaho Academy of Family Physicians - \$84,400:** The Governor recommends one-time Millennium Fund for the Idaho Academy of Family Physicians Tar Wars Program.

**Idaho Drug Free Youth - \$510,400:** The Governor recommends one-time Millennium Fund for the Idaho Drug Free Youth 21 Matters program.

**University of Idaho - \$398,400:** The Governor recommends one-time Millennium Fund for the University of Idaho e-cigarette awareness program to increase awareness of the dangers of e-cigarettes.

**Boise State University - \$142,200:** The Governor recommends one-time Millennium Fund for Boise State University substance abuse resources and specialty trainings.

**Idaho State University - Evaluation Grant - \$61,200:** The Governor does not make a recommendation on the Legislature's selection of a grant award evaluator contract, but is supportive of such evaluations.

**Idaho State University - Evaluation Grant - \$396,000:** The Governor does not make a recommendation on the Legislature's selection of a grant award evaluator contract, but is supportive of such evaluations.

**Strategic Intelligence Inc. - Evaluation Grant - \$107,500:** The Governor does not make a recommendation on the Legislature's selection of a grant award evaluator contract, but is supportive of such evaluations.

**Transfer of Unexpended Balance:** The Governor recommends that any remaining unexpended and unencumbered cash balance in the Idaho Millennium Income Fund be transferred to the Idaho Millennium Permanent Endowment Fund.