

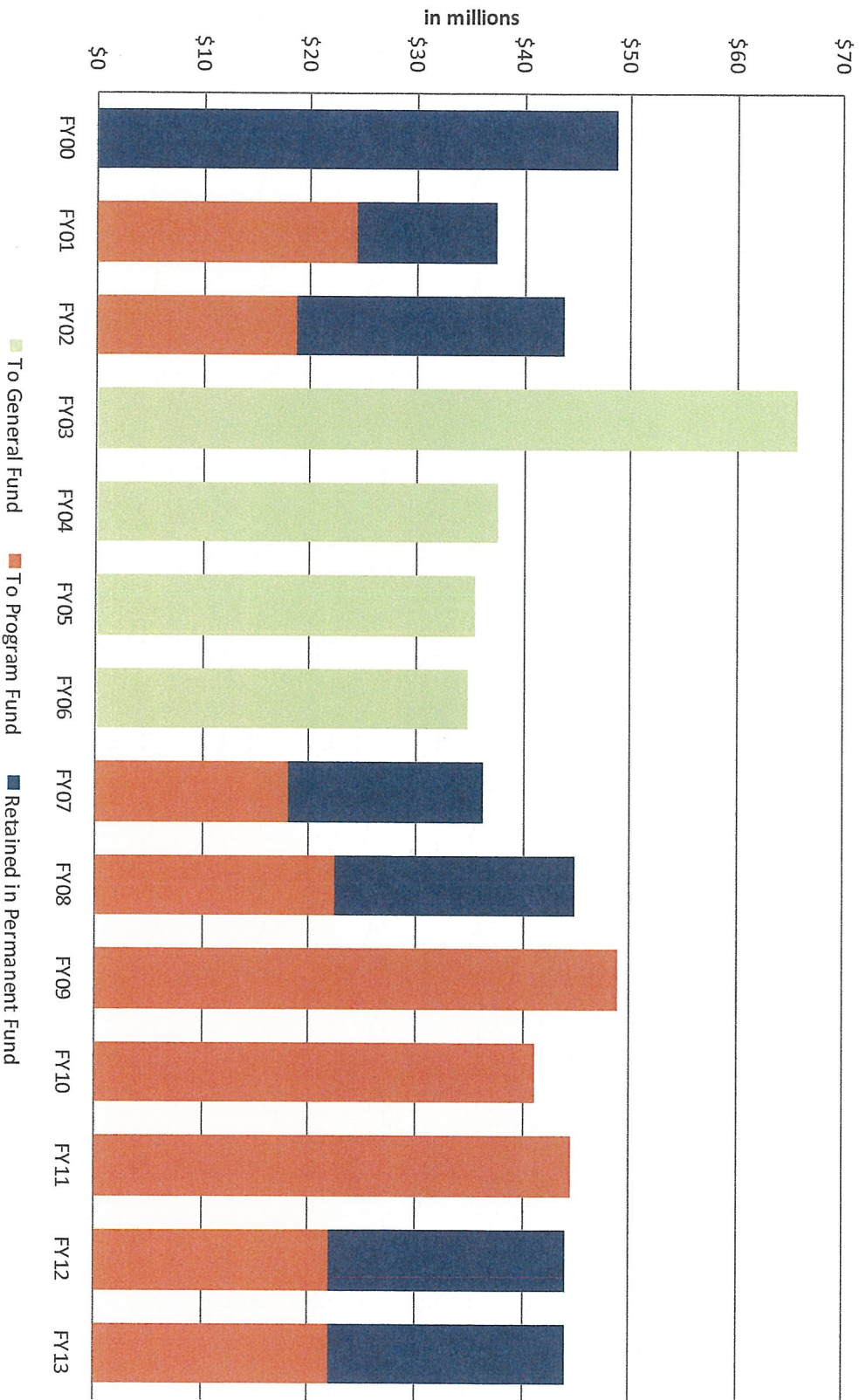
Tobacco Settlement Permanent Fund
June 30, 2018

	Market Value	% of Net Assets	Long-Term Target
Cash / Cash Equivalents / Accruals	440,509	0.28%	0.00%
Equities:			
US Large Cap Index Pool	82,286,986	51.91%	
US Alt Weighted Index Pool	12,257,321	7.73%	
US Small/Mid Cap Active Pool	<u>4,153,156</u>	2.62%	
Total US Equities	98,697,462	62.26%	57.00%
Non-US Developed Markets Index Pool	1,279,913	0.81%	
Non-US Emerging Markets Active Pool	2,180,343	1.38%	
Non-US Developed Alternative Weighted Index Pool	<u>11,784,151</u>		
Total Non-US Equities	<u>15,244,408</u>	9.62%	10.00%
Total Equities	113,941,871	71.88%	67.00%
Core Fixed Income			
Core Plus Bonds Pool	32,104,084	20.25%	
Core Bonds Pool	<u>3,008,722</u>	1.90%	
Total Core Fixed Income	35,112,806	22.15%	23.00%
Non-Core Fixed Income			
Absolute Return Pool	<u>9,027,148</u>	5.69%	10.00%
Total Fund Net Assets (excl. cash)	<u>158,081,825</u>		
Total Fund Net Assets	<u><u>158,522,332</u></u>	<u>100.00%</u>	<u>100.00%</u>

**Tobacco Settlement Fund Revenue
FY20**

(in thousands of dollars)		FY17	FY18	FY19	FY20 Request
Estimated Tobacco Revenues					
Beginning Balance Permanent Fund		110,357.7	146,793.6	158,497.4	186,799.7
Estimated Tobacco Revenue		54,251.5	35,672.7	36,000.0	35,000.0
Appropriation to Program Fund		(18,500.0)	(16,172.7)	(18,000.0)	(17,500.0)
Gains/Losses		19,184.4	11,703.8	10,302.3	12,142.0
Additional Transfer to Program Fund		(18,500.0)	(19,500.0)	0.0	0.0
Total Program Fund Appropriations		37,000.0	35,672.7	18,000.0	17,500.0
Ending Balance Permanent Fund		146,793.6	158,497.4	186,799.7	216,441.7
Tobacco Fund Appropriations					
Agency	Purpose				
609 Indian Affairs Department	Tobacco Cessation Programs	249.3	249.3	249.3	249.3
630 Human Services Department	Medicaid -- Breast and Cervical Cancer Treatment	1,255.4	1,255.4	1,255.4	1,255.4
630 Human Services Department	Medicaid	7,563.9	8,563.9	7,063.9	7,063.6
630 Human Services Department	Medicaid, Contingent on Legislation	18,500.0	19,500.0	0.0	0.0
	Subtotal Human Services Department	27,319.3	29,319.3	8,319.3	8,319.0
665 Department of Health	Tobacco Cessation and Prevention	5,435.2	5,435.2	5,435.2	5,435.2
665 Department of Health	Diabetes Prevention and Control	715.5	715.5	715.5	715.5
665 Department of Health	Harm Reduction	293.0	293.0	293.0	293.0
665 Department of Health	Breast and Cervical Cancer Screening	128.6	128.6	128.6	128.6
	Subtotal Department of Health	6,572.3	6,572.3	6,572.3	6,572.3
952 University of New Mexico HSC	Instruction and General Purposes	581.5	581.5	581.5	607.9
952 University of New Mexico HSC	Research in Genomics and Environmental Health	937.2	937.4	937.4	979.8
952 University of New Mexico HSC	Poison Control Center	590.2	590.2	590.2	590.2
952 University of New Mexico HSC	Pediatric Oncology Program	250.0	250.0	250.0	261.4
952 University of New Mexico HSC	Specialty Education in Trauma	250.0	250.0	250.0	261.4
952 University of New Mexico HSC	Specialty Education in Pediatrics	250.0	250.0	250.0	261.4
952 University of New Mexico HSC	UNM Comprehensive Cancer Center				5,850.0
	Subtotal University of New Mexico Health Sciences Center	2,859.0	2,859.1	2,859.1	8,812.1
	Total Appropriations	37,000.0	39,000.0	18,000.0	23,952.7

Tobacco Settlement Payment Distribution



Note: FY11-FY13 estimates based on September 2009 LFC Forecast

Tobacco Settlement Program Fund Appropriations

(in thousands of dollars)

Estimated Tobacco Revenues		FY15 Laws 2014, Chapter 63 (1)	FY16 Laws 2015, Chapter 101 (2)	FY17 Agency Requests	FY17 LFC Rec	Percent Change (FY16 - FY17)
Beginning Balance Permanent Fund		\$193,500.0	\$227,950.0	\$244,300.0	\$261,550.0	14.7%
Estimated Tobacco Revenue		\$39,900.0	\$40,100.0	\$40,100.0	\$37,000.0	(7.7%)
Appropriation to Program Fund		(\$19,950.0)	(\$20,050.0)	(\$20,050.0)	(\$18,500.0)	(7.7%)
Gains/Losses		\$14,500.0	\$17,100.0	\$18,000.0	\$18,000.0	5.3%
Additional Transfer to Program Fund			(\$20,800.0)	(\$20,800.0)		(100.0%)
Total Program Fund Appropriations		\$19,950.0	\$40,850.0	\$40,850.0	\$18,500.0	(54.7%)
Ending Balance Permanent Fund		\$227,950.0	\$244,300.0	\$261,550.0	\$298,050.0	22.0%
Tobacco Fund Appropriations						
Agency	Purpose					
609 Indian Affairs	Tobacco Cessation Programs	\$249.3	\$249.3	\$249.3	\$249.3	0.0%
630 Human Services Department	Medical -- Breast and Cervical Cancer Treatment	\$1,312.4	\$1,312.4	\$1,312.4	\$1,255.4	(4.3%)
630 Human Services Department	Medical	\$7,907.3	\$7,907.3	\$7,907.3	\$7,563.9	(4.3%)
630 Human Services Department	Medical, Contingent on Legislation		\$20,800.0	\$20,800.0	\$0.0	(100.0%)
665 Department of Health	Tobacco Cessation and Prevention	\$5,682.0	\$5,682.0	\$5,682.0	\$5,435.2	(4.3%)
665 Department of Health	Diabetes Prevention and Control	\$748.0	\$748.0	\$748.0	\$715.5	(4.3%)
665 Department of Health	HIV/AIDS Services	\$293.0	\$293.0	\$293.0	\$293.0	0.0%
665 Department of Health	Breast and Cervical Cancer Screening	\$128.6	\$128.6	\$128.6	\$128.6	0.0%
952 University of New Mexico HSC	Instruction and General Purposes	\$607.9	\$607.9	\$607.9	\$581.5	(4.3%)
952 University of New Mexico HSC	Research in Genomics and Environmental Health	\$979.8	\$979.8	\$979.8	\$937.2	(4.3%)
952 University of New Mexico HSC	Poison Control Center	\$590.2	\$590.2	\$590.2	\$590.2	0.0%
952 University of New Mexico HSC	Pediatric Oncology Program	\$261.4	\$261.4	\$261.4	\$250.0	(4.3%)
952 University of New Mexico HSC	Specialty Education in Trauma	\$261.4	\$261.4	\$261.4	\$250.0	(4.3%)
952 University of New Mexico HSC	Specialty Education in Pediatrics	\$261.4	\$261.4	\$261.4	\$250.0	(4.3%)
<i>Sub-total University of New Mexico HSC</i>		\$2,962.1	\$2,962.1	\$2,962.1	\$2,859.1	(3.5%)
Total Appropriations		\$19,282.7	\$40,822.7	\$40,822.7	\$18,500.0	(53.8%)

Source: LFC Files

(1) Section 12 of the General Appropriation Act of 2014 includes provisions to transfer funding to cover any shortfalls in either 2014 or 2015 tobacco fund appropriations contained in Section 4 of the General Appropriation Acts for FY14 and FY15 due to a reduction in transfers from the tobacco companies due to arbitration decisions or other legal issues.

(2) Section 11 of the General Appropriation Act of 2015 includes provisions to transfer funding to cover any shortfalls in 2016 tobacco fund appropriations contained in Section 4 of the General Appropriation Acts for FY16 due to a reduction in transfers from the tobacco companies due to arbitration decisions or other legal issues.

TOBACCO SETTLEMENT PROGRAM FUND APPROPRIATIONS
(in thousands)

Agency	Purpose	FY 14 Laws 2013 Chapter 227 and Chapter 228 (1)	FY14 Revised Budget (2)	FY15 Laws 2014, Chapter 63 (3)	FY16 Agency Requests	TROC Rec	FY16 LFC Rec. (4)
609 Indian Affairs	Tobacco Cessation Programs	\$ 249.3	\$ 249.3	\$ 249.3	\$ 249.3	\$ 249.3	\$ 249.3
630 Human Services Department	Medicaid -- Breast and Cervical Cancer Treatment	\$ 1,312.4	\$ 1,312.4	\$ 1,312.4	\$ 1,312.4	\$ 1,312.4	\$ 1,312.4
630 Human Services Department	Medicaid	\$ 7,907.3	\$ 7,907.3	\$ 7,907.3	\$ 7,907.0	\$ 6,907.3	\$ 7,907.0
630 Human Services Department	Medicaid, Contingent on Legislation	\$ -					\$ 20,800.0
665 Department of Health	Tobacco Cessation and Prevention	\$ 5,682.0	\$ 5,682.0	\$ 5,682.0	\$ 5,682.0	\$ 5,682.0	\$ 5,682.0
665 Department of Health	Diabetes Prevention and Control	\$ 748.0	\$ 748.0	\$ 748.0	\$ 748.0	\$ 748.0	\$ 748.0
665 Department of Health	HIV/AIDS Services	\$ 293.0	\$ 293.0	\$ 293.0	\$ 293.0	\$ 293.0	\$ 293.0
665 Department of Health	Breast and Cervical Cancer Screening	\$ 128.6	\$ 128.6	\$ 128.6	\$ 128.6	\$ 128.6	\$ 128.6
665 Department of Health	Family Infant Toddler Program					\$ 5,000.0	
665 Department of Health	BCC Screening Program - 3D Mammograms					\$ 1,000.0	
690 Children, Youth & Families	Early Childhood Funding	\$ 9,750.0	\$ 4,875.0				
950 Higher Education Department	Transfer to Lottery Tuition Fund for Scholarships	\$ 9,875.0	\$ 4,875.0				
952 University of New Mexico HSC	Instruction and General Purposes	\$ 607.9	\$ 607.9	\$ 607.9	\$ 607.9	\$ 607.9	\$ 607.9
952 University of New Mexico HSC	Research in Genomics and Environmental Health	\$ 979.8	\$ 979.8	\$ 979.8	\$ 979.8	\$ 979.8	\$ 979.8
952 University of New Mexico HSC	Poison Control Center	\$ 590.2	\$ 590.2	\$ 590.2	\$ 590.2	\$ 590.2	\$ 590.2
952 University of New Mexico HSC	Pediatric Oncology Program	\$ 261.4	\$ 261.4	\$ 261.4	\$ 261.4	\$ 261.4	\$ 261.4
952 University of New Mexico HSC	Specialty Education in Trauma	\$ 261.4	\$ 261.4	\$ 261.4	\$ 261.4	\$ 261.4	\$ 261.4
952 University of New Mexico HSC	Specialty Education in Pediatrics	\$ 261.4	\$ 261.4	\$ 261.4	\$ 261.4	\$ 261.4	\$ 261.4
Sub-total University of New Mexico HSC		\$ 2,962.1	\$ 2,962.1	\$ 2,962.1	\$ 2,962.1	\$ 2,962.1	\$ 2,962.1
Total Appropriations		\$38,907.7	\$29,032.7	\$19,282.7	\$19,282.4	\$24,282.7	\$40,082.4

(1) Chapter 228 of Laws 2013 (SB 113/392) makes an appropriation of \$9.75 million to CVFD for early childhood programs and transfers \$9.875 million to the Lottery Tuition Fund. Source: LFC Files

(2) The Department of Finance and Administration reduced FY14 funding allocations based on the anticipated reduction in April 2014 tobacco distributions due to tobacco company legal action.

(3) Section 12 of the General Appropriation Act of 2014 includes provisions to transfer funding to cover any shortfalls in either 2014 or 2015 tobacco fund appropriations contained in Section 4 of the General Appropriation Acts for FY14 and FY15 due to a reduction in transfers from the tobacco companies due to arbitration decisions or other legal issues.

(4) The \$20.8 million appropriation for Medicaid is contingent on legislation passed in the 2015 legislative session authorizing sufficient tobacco settlement revenue distribution from the tobacco settlement permanent fund.

TOBACCO SETTLEMENT PROGRAM FUND APPROPRIATIONS
(in thousands)

Agency	Purpose	FY13, Laws 2012, CH19	FY 14 Laws 2013 CH 227 and CH 228 (1)	FY14 Adjusted-- LFC Proposal (2)	FY15 Request	FY15 LFC Rec.
609 Indian Affairs	Tobacco Cessation Programs	\$ 249.30	\$ 249.30	\$ 249.30	\$ 249.30	\$ 249.30
630 Human Services Department	Medicaid -- Breast and cervical cancer treatment	\$ 1,312.40	\$ 1,312.40	\$ 1,312.40	\$ 1,312.40	\$ 1,312.40
630 Human Services Department	Medicaid	\$ 27,190.00	\$ 7,907.30	\$ 7,907.30	\$ 7,907.30	\$ 7,907.30
665 Department of Health	Tobacco cessation and prevention	\$ 5,682.00	\$ 5,682.00	\$ 5,682.00	\$ 5,682.00	\$ 5,682.00
665 Department of Health	Diabetes prevention and control	\$ 748.00	\$ 748.00	\$ 748.00	\$ 748.00	\$ 748.00
665 Department of Health	HIV/AIDS services	\$ 293.00	\$ 293.00	\$ 293.00	\$ 293.00	\$ 293.00
665 Department of Health	Breast and cervical cancer screening	\$ 128.60	\$ 128.60	\$ 128.60	\$ 128.60	\$ 128.60
690 Children, Youth & Families	Early Childhood Funding		\$ 9,750.00	see note 2		
950 Higher Education Department	Transfer to Lottery Tuition Fund for Scholarships		\$ 9,875.00	see note 2		
952 University of New Mexico HSC	Instruction and General Purposes	\$ 607.90	\$ 607.90	\$ 607.90	\$ 607.90	\$ 607.90
952 University of New Mexico HSC	Research in genomics and environmental health	\$ 979.80	\$ 979.80	\$ 979.80	\$ 979.80	\$ 979.80
952 University of New Mexico HSC	Poison control center	\$ 590.20	\$ 590.20	\$ 590.20	\$ 590.20	\$ 590.20
952 University of New Mexico HSC	Pediatric oncology program	\$ 261.40	\$ 261.40	\$ 261.40	\$ 261.40	\$ 261.40
952 University of New Mexico HSC	Specialty education in trauma	\$ 261.40	\$ 261.40	\$ 261.40	\$ 261.40	\$ 261.40
952 University of New Mexico HSC	Specialty education in pediatrics	\$ 261.40	\$ 261.40	\$ 261.40	\$ 261.40	\$ 261.40
Sub-total University of New Mexico HSC		\$ 2,962.10	\$ 2,962.10	\$ 2,962.10	\$ 2,962.10	\$ 2,962.10
Total Appropriations		\$ 38,565.40	\$ 38,907.70	\$ 19,282.70	\$ 19,282.70	\$ 19,282.70

Source: LFC Files

(1) Chapter 228 of Laws 2013 (SB 113/392) makes an appropriation of \$9.75 million to CYFD for early childhood programs and transfers \$9.875 million to the Lottery Tuition Fund.

(2) FY14 adjustment reflects potential LFC action to find alternative funding sources for \$19.6 million in appropriations in SB113 for early childhood and lottery fund. This action is required because of uncertainty in the April 2014 tobacco distribution due to New Mexico's recent loss in tobacco master settlement arbitration. The LFC plan will also provide contingency funding to ensure \$19.2 million in tobacco programming as shown above.

TOBACCO SETTLEMENT PROGRAM FUND APPROPRIATIONS
(dollars in thousands)

Agency	Purpose	FY09	FY10 (1)	Revised FY10	FY11 Operating Budget (2)	FY11 Revised (3)	FY12 Request	FY12 TSROC (4)	FY12 LFC Rec (4)
609 Indian Affairs	Tobacco Cessation Programs	500.0	400.0	368.4	293.8	263.6	263.6	293.8	255.7
630 Human Services Department	Medical -- Breast and cervical cancer treatment	1,500.0	1,500.0	1,381.5	1,500.0	1,345.9	1,345.9	1,500.0	1,345.9
630 Human Services Department	Medical	27,350.0	30,935.0	28,491.1	7,655.4	6,869.1	3,669.1	5,175.4	8,109.5
630 Human Services Department	Medical, contingent on 100% distribution			-	22,280.0	19,991.7	-	-	19,776.0
665 Department of Health	Tobacco cessation and prevention	9,115.0	9,115.0	8,394.9	6,695.3	6,007.7	6,007.7	6,695.3	5,827.4
665 Department of Health	Diabetes prevention and control	1,000.0	1,200.0	1,105.2	881.4	790.9	790.9	881.4	767.1
665 Department of Health	HIV/AIDS services	470.0	470.0	432.9	345.2	309.7	309.7	345.2	300.5
665 Department of Health	Breast and cervical cancer screening	200.0	200.0	184.2	146.9	131.8	131.8	146.9	131.8
952 University of New Mexico HSC	Research and clinical care programs in lung and tobacco-related illness (LRI contract)	1,000.0	900.0	828.9	1,000.0	897.3	1,000.0	1,000.0	-
952 University of New Mexico HSC	Instruction and General Purposes	1,000.0	930.0	856.5	837.0	751.1	837.0	837.0	675.9
952 University of New Mexico HSC	Research in genomics and environmental health	1,500.0	1,350.0	1,243.4	1,215.0	1,090.2	1,215.0	1,215.0	981.2
952 University of New Mexico HSC	Poison control center	450.0	450.0	414.5	405.0	363.4	405.0	405.0	327.1
952 University of New Mexico HSC	Pediatric oncology program	400.0	400.0	368.4	360.0	323.0	360.0	360.0	290.7
952 University of New Mexico HSC	Telemedicine program	150.0	150.0	138.2	135.0	121.1	135.0	135.0	109.0
952 University of New Mexico HSC	Los Pasos program	50.0	50.0	46.1	45.0	40.4	45.0	45.0	36.3
952 University of New Mexico HSC	Area health education centers	50.0	50.0	46.1	45.0	40.4	45.0	45.0	36.3
952 University of New Mexico HSC	Specialty education in trauma	400.0	400.0	368.4	360.0	323.0	360.0	360.0	290.7
952 University of New Mexico HSC	Specialty education in pediatrics	400.0	400.0	368.4	360.0	323.0	360.0	360.0	290.7
Total Appropriations		45,535.0	48,900.0	45,036.9	44,560.0	39,983.4	17,280.8	19,800.0	39,551.8

Source: LFC Files

- (1) FY10 total includes \$4 million appropriation from fund balances included in Laws 2009, Chapter 5 (1st S.S.) for Medicaid.
- (2) September 2009 estimated payment for FY11 -- \$44.56 million
- (3) Revised allotments based on lower June 2010 revenue estimate; any balances will be distributed in June 2011.
- (4) Estimated payment of \$39,552 million (October 2010)

TOBACCO SETTLEMENT PROGRAM FUND APPROPRIATIONS

(dollars in thousands)

Agency	Purpose	FY06 General Fund	FY07	FY08	FY09	FY09 (HB546)	FY10 TSROG Rec.	FY10 LFG Rec.
609 Indian Affairs	Tobacco Cessation Programs	0	500	500	500		635	400
630 Human Services Department	Breast and cervical cancer	1,300	1,300	1,500	1,500	135	1,500	1,500
630 Human Services Department	Medical	0	0	3,515	2,800	1,083	2,800	26,935
665 Department of Health	Tobacco cessation and prevention	6,000	7,216	9,115	9,115	677	9,365	9,115
665 Department of Health	Diabetes prevention and control	1,000	1,000	1,000	1,000	271	1,000	1,200
665 Department of Health	HIV/AIDS services	470	470	470	470		470	470
665 Department of Health	Breast and cervical cancer screening	0	0	200	200		350	200
665 Department of Health	Cardiovascular Disease Prevention (new)	0	0	0	0		200	0
670 Veterans Services	Lung cancer detection ^a	0	0	0	0		730	0
952 University of New Mexico HSC	Research and clinical care programs in lung and tobacco-related illness	1,000	0	1,000	1,000		1,000	900
952 University of New Mexico HSC	Instruction and General Purposes	0	1,000	1,000	1,000		1,000	930
952 University of New Mexico HSC	Project ECHO	0	0	0	0		0	0
952 University of New Mexico HSC	Research in genomics and environmental health	1,500	1,500	1,500	1,500		1,500	1,350
952 University of New Mexico HSC	Poison control center	450	450	450	450		450	450
952 University of New Mexico HSC	Pediatric oncology program	400	400	400	400		400	400
952 University of New Mexico HSC	Telemedicine program	150	150	150	150		150	150
952 University of New Mexico HSC	Los Pasos program	50	50	50	50		50	50
952 University of New Mexico HSC	Area health education centers	50	50	50	50		50	50
952 University of New Mexico HSC	Specialty education in trauma	400	400	400	400		400	400
952 University of New Mexico HSC	Specialty education in pediatrics	400	400	400	400		400	400
Total Appropriations		13,170	14,886	21,700	20,985	2,165	22,450	44,900

\$44.9 million estimated payment in FY10; \$22.45 million estimated distribution to the program fund

* Assumes 100 percent distribution to the program fund for appropriations; requires legislation.

^a VSD received \$350.0 in FY08 and \$1,300.0 in FY09 from the general fund

HB546 appropriated fund balances in FY09 (FY08 balance and FY09 projected balance)