

Joint Millennium Fund Committee

January 3, 2007

Millennium Fund Overview

- Legislation and fund structure
- Amount available for appropriation (FY 2008)
- Grant funding criteria
- Grant application scoring

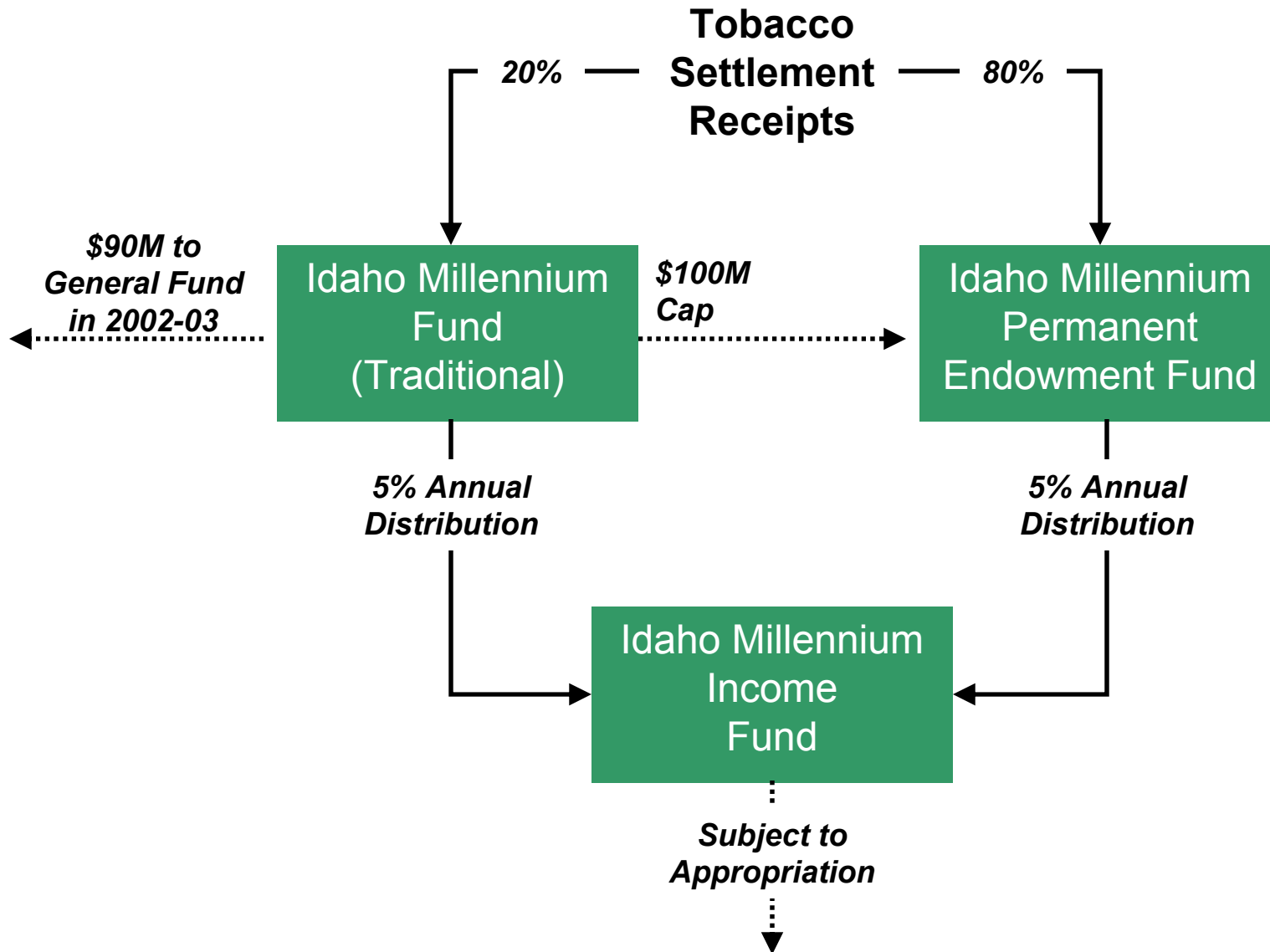
Legislation and Fund Structure

- Idaho to receive approximately \$790 million over 25 years
- \$173 million received to date
- Idaho Millennium Fund created in 2000 as an endowment fund structure
- Use of the fund determined by legislative appropriation
- No statutory restriction on use of funds

Legislation and Fund Structure

- Constitutional amendment created Millennium Permanent Endowment Fund
 - 80% of receipts to Permanent Endowment Fund
 - 20% of receipts to Traditional Millennium Fund
- \$10 million transfer to Permanent Endowment Fund (January 1, 2007)
- \$100 million cap on Traditional Millennium Fund
- 5% distribution rule for both funds (to Millennium Income Fund)

Millennium Fund Structure and Distribution of Settlement Receipts



IDAHO MILLENNIUM FUND (Traditional)

Actual and Projected Cash Flow*

Fiscal Year	Beginning Market Value	Receipts	Transfers to General Fund	Transfers to Permanent Endow. Fund	Distributions	Earnings/(Losses)**	Ending Market Value
2000	0	29,728,524	0	0	(386,959)	495,788	29,837,353
2001	29,837,353	22,751,124	0	0	(1,729,535)	(2,105,516)	48,753,427
2002	48,753,427	26,602,063	(19,335,604)	0	(2,438,933)	(4,255,408)	49,325,545
2003	49,325,545	26,653,835	(70,311,509)	0	(4,943,065)	(724,806)	0
2004	0	22,818,949	0	0	0	(61,929)	22,757,020
2005	22,757,020	23,151,453	0	0	(1,941,119)	621,571	44,588,925
2006	44,588,925	21,253,142	0	0	(284,669)	2,120,246	67,695,642
2007	67,695,642	4,874,487	0	(10,000,000)	(1,354,354)	3,239,143	64,561,240
2008	64,561,240	6,320,693	0	0	(2,533,638)	3,239,510	71,587,805
2009	71,587,805	6,371,568	0	0	(3,221,128)	3,564,361	78,302,606
2010	78,302,606	6,423,031	0	0	(3,266,176)	3,906,136	85,365,597
2011	85,365,597	6,475,092	0	0	(3,592,487)	4,251,341	92,499,544
2012	92,499,544	6,527,759	0	0	(3,935,793)	4,599,314	99,690,824
2013	99,690,824	6,581,042	0	0	(4,282,545)	4,950,050	106,939,371
2014	106,939,371	6,634,951	0	(2,307,294)	(4,632,077)	5,185,534	111,820,485
2015	111,820,485	6,689,494	0	(6,836,099)	(4,984,386)	5,186,105	111,875,598
2016	111,875,598	6,744,681	0	(6,654,634)	(5,220,964)	5,186,681	111,931,362
2017	111,931,362	6,800,523	0	(6,709,713)	(5,221,650)	5,187,265	111,987,788
2018	111,987,788	6,302,065	0	(6,765,444)	(5,222,344)	5,182,055	111,484,120
2019	111,484,120	6,366,759	0	(6,261,074)	(5,223,046)	5,182,731	111,549,491
2020	111,549,491	6,432,226	0	(6,332,714)	(5,216,777)	5,183,416	111,615,641
2021	111,615,641	6,498,476	0	(6,398,051)	(5,217,590)	5,184,108	111,682,584
2022	111,682,584	6,565,522	0	(6,464,170)	(5,218,414)	5,184,809	111,750,331
2023	111,750,331	6,633,378	0	(6,531,084)	(5,219,247)	5,185,518	111,818,896
2024	111,818,896	6,702,055	0	(6,598,805)	(5,220,090)	5,186,236	111,888,291
2025	111,888,291	6,771,568	0	(6,667,347)	(5,220,944)	5,186,962	111,958,531
TOTAL		295,674,461	(89,647,113)	(84,526,430)	(95,727,929)		

*Shaded areas reflect actuals.

**The amount listed for the current fiscal year under "Earnings/(Losses)" represents a combination of actual year-to-date and projected earnings. Projected earnings assume a 5.0% return on investment.

Actual year-to-date returns as of 11/30/2006 = \$1,500,957

IDAHO MILLENNIUM PERMANENT ENDOWMENT FUND

Projected Cash Flow

Fiscal Year	Beginning Market Value	Receipts	Transfers from Millennium Fund	Distributions	Earnings*	Ending Market Value
2007	0	19,497,948	10,000,000	0	733,428	30,231,376
2008	30,231,376	25,282,773	0	0	2,932,820	58,446,969
2009	58,446,969	25,486,271	0	(502,069)	5,236,438	88,667,609
2010	88,667,609	25,692,125	0	(1,897,905)	7,632,332	120,094,161
2011	120,094,161	25,900,368	0	(3,347,689)	10,123,879	152,770,719
2012	152,770,719	26,111,038	0	(4,855,534)	12,714,396	186,740,618
2013	186,740,618	26,324,170	0	(6,423,566)	15,407,306	222,048,528
2014	222,048,528	26,539,802	2,307,294	(8,053,872)	18,397,648	261,239,401
2015	261,239,401	26,757,974	6,836,099	(9,748,606)	21,889,354	306,974,223
2016	306,974,223	26,978,724	6,654,634	(11,630,478)	25,517,764	354,494,867
2017	354,494,867	27,202,092	6,709,713	(13,827,797)	29,287,892	403,866,766
2018	403,866,766	25,208,259	6,765,444	(16,111,132)	33,167,437	452,896,774
2019	452,896,774	25,467,037	6,261,074	(18,483,636)	37,002,460	503,143,709
2020	503,143,709	25,728,902	6,332,714	(20,920,363)	40,981,018	555,265,980
2021	555,265,980	25,993,902	6,398,051	(23,333,771)	45,116,692	609,440,855
2022	609,440,855	26,262,089	6,464,170	(25,837,492)	49,415,354	665,744,975
2023	665,744,975	26,533,511	6,531,084	(28,440,073)	53,882,657	724,252,154
2024	724,252,154	26,808,222	6,598,805	(31,145,206)	58,524,423	785,038,398
2025	785,038,398	27,086,274	6,667,347	(33,956,450)	63,346,667	848,182,237
TOTAL		490,861,481	84,526,430	(258,515,641)		

*Projected earnings assume an 8.0% return on investment.

MILLENNIUM FUND
Total Receipts and Distributions

Fiscal Year	Total Receipts	Total Distributions
2000	29,728,524	(386,959)
2001	22,751,124	(1,729,535)
2002	26,602,063	(2,438,933)
2003	26,653,835	(4,943,065)
2004	22,818,949	0
2005	23,151,453	(1,941,119)
2006	21,253,142	(284,669)
2007	24,372,435	(1,354,354)
2008	31,603,466	(2,533,638)
2009	31,857,839	(3,723,198)
2010	32,115,156	(5,164,081)
2011	32,375,460	(6,940,175)
2012	32,638,797	(8,791,327)
2013	32,905,212	(10,706,111)
2014	33,174,753	(12,685,950)
2015	33,447,468	(14,732,991)
2016	33,723,405	(16,851,442)
2017	34,002,615	(19,049,447)
2018	31,510,324	(21,333,476)
2019	31,833,796	(23,706,683)
2020	32,161,128	(26,137,140)
2021	32,492,378	(28,551,361)
2022	32,827,611	(31,055,906)
2023	33,166,889	(33,659,320)
2024	33,510,277	(36,365,297)
2025	33,857,842	(39,177,394)
TOTAL	786,535,942	(354,243,570)

Shaded areas reflect actuals.

Note: Projections for total distributions based on assumption of 5% and 8% return on investment for the Traditional and Permanent Endowment Funds, respectively.

Amount Available for Appropriation

- FY 2008 distribution is equal to five percent (5%) of the Millennium Fund's actual average monthly fair market value for FY 2006
- FY 2008 statutory distribution = **\$2,533,600**
- Total Millennium Fund grant appropriations
FY 2001 – FY 2007 = \$13,719,100

Funding Criteria

- Projects must be directly related to:
 - tobacco cessation or prevention;
 - substance abuse cessation or prevention; or
 - tobacco or substance abuse related disease treatment.
- Will not consider funding requests for permanent capital improvements or organizational start-up costs

Grant Application Scoring

- Applicants are rated in seven categories
 - Overall proposal: five categories, 26 points
 - Budget: two categories, 10 points
- Rating scale for each category:
 - 0 = Poor
 - 5 = Excellent (two categories worth 3 points)

Grant Application Scoring

Proposal

- Purpose of Request (5 points)
- Organizational Capacity (5 points)
- Work Plan
 - Timeline (5 points)
 - Research-Based Practices (3 points)
- Evaluation Plan (3 points)
- Sustainability (5 points)

Grant Application Scoring

Budget

- Financial Resources (5 points)
- Use of Funds (5 points)