



Tobacco Settlement Summary

<u>Program</u>	<u>Intent</u>	<u>Settlement Allocation</u>
Arkansas Healthy Century Trust Fund	Establish a self-perpetuating trust and "insure" the fiscal source of funds for programs in the Act	First \$100,000,000 received
Arkansas Tobacco Settlement Commission	Ensure program accountability and assist local communities through grants	Program Account Interest
Tobacco Prevention and Cessation	Establish 8 programs recommended by the CDC. ^a A minimum of 15% will be spent in minority communities. The intended allocation of the program components based upon recommendations are consistent with CDC guidelines. Programs include: (1) community prevention programs that reduce youth tobacco use (2) local school programs for tobacco education (K-12) (3) enforcement of youth tobacco control laws and public and private policies concerning environmental tobacco smoke (4) state-wide programs to increase local coalition activities (5) tobacco cessation programs (6) tobacco-related disease prevention (7) public awareness and health promotion campaign (8) grants and contracts for monitoring and evaluation	31.6% of the Program Fund
Medicaid Expansion	Strengthen the health care system by developing a mechanism for new coverage as funding is available for (1) pregnant women, (2) basic benefit package, (3) prescription drugs and personal care services for adults age 65 and over, and (4) hospital reimbursement	29.8% of the Program Fund
Targeted State Needs		15.8% of the Program Fund
<ul style="list-style-type: none"> • Minority Health Initiative • Arkansas Aging Initiative • Arkansas College of Public Health • Delta Area Health Education Center 	<ul style="list-style-type: none"> Ensure minority health issues are appropriately addressed and create a minority health outreach campaign through Medicaid program (23% of the Targeted State Needs Funds) Transfer new knowledge on senior health promotion from Little Rock site throughout the state (22% of the Targeted State Needs Funds) Bridge UAMS and DOH educational/training needs for the state (33% of the Targeted State Needs Funds) Enhance health care access and health education in the Mississippi Delta (22% of the Targeted State Needs Funds) 	
Arkansas Biosciences Institute (UAMS, ACH, UAF, UA-Ag, ASU)^b	Form an Institute and combine the strengths of major research institutions—medicine, agriculture, and bioengineering—to identify new treatment options and expand opportunities for the state. The Institute will focus on conducting: (1) agricultural research with medical implications; (2) bioengineering research in the agricultural-medical fields; (3) tobacco-related research on tobacco-related illnesses in Arkansas; and (4) nutritional and other research on prevention or treatment of cancer, congenital, or other related conditions	22.8% of the Program Fund
Debt Service	Fund capital improvements needed for Tobacco Proceeds Programs without risk to state through authorization and issuance of Tobacco Settlement Revenue Bonds by the Arkansas Development Finance Authority for the UAMS Biosciences Research Building (≤\$25,000,000), ASU Biosciences Research Building (≤\$20,000,000), and College of Public Health (≤\$15,000,000)	\$5,000,000 from annual payments

^a Arkansas Specific Recommendations by the U.S. Centers for Disease Control and Prevention (Best Practices for Comprehensive Tobacco Control Programs)

^b UAMS, University of Arkansas for Medical Sciences; ACH, Arkansas Children's Hospital; UAF, University of Arkansas, Fayetteville; UA-Ag, University of Arkansas Division of Agriculture; ASU, Arkansas State University