



Idaho Millennium Funds

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Millennium Funds

- Legislature established the Traditional Millennium and Income Funds in 2000; Constitutional amendment established the Endowment Fund in 2006.
- Idaho Code and Constitution
 - Section 18, Article VII, Idaho Constitution
 - 67-1801 through 67-1809, Idaho Code
- Three Millennium Funds
 1. Permanent Endowment Fund
 2. [Traditional] Millennium Fund
 3. Millennium Income Fund
- Tobacco Master Settlement Agreement (MSA)



Millennium Permanent Endowment Fund

- Established in 2006, Senate Joint Resolution 107 was approved by the voters in November 2006
 - Mandated that 80% of MSA payments be placed in the Endowment Fund.
 - 5% of the average Fair Market Value (FMV) of the first 12 months of the prior 24 months is to be transferred to the Income Fund on or after July 1.
 - 5% of the average FMV in FY2019 from this fund was \$16,629,900; this amount will be transferred to the Income Fund on July 1, 2020 for FY 2021.
 - Fair Market Value (June 30, 2019): \$358,818,800
 - Est. Fair Market Value for FY 2025: \$465,439,800
- Moneys can ONLY be transferred out of this fund through the distribution formula.



[Traditional] Millennium Fund

- Established in 2000 with passage of S1296; amended in 2006.
 - In 2000: Mandated that all MSA payments be placed in the fund.
 - Funds were distributed by 1/12th of 5% of FMV.
 - In 2006, with passage of SJR107, the remaining 20% of the MSA is deposited in this fund. The distribution formula changed to 5% of the average Fair Market Value (FMV) of the first 12 months of the prior 24 months to be transferred to the Income Fund on or after July 1.
 - 5% of the average FMV in FY2019 from this fund was \$1,873,400; this amount will be transferred to the Income Fund on July 1, 2020 for FY 2021.
 - Fair Market Value (June 30, 2019): \$41,028,400
 - Est. Fair Market Value for FY 2025: \$61,206,500
 - If this fund reaches its \$100,000,000 cap, all moneys received from the MSA will be deposited into the Endowment Fund.



Millennium Income Fund

- Established in 2000 with passage of S1296; amended in 2006
 - In 2000: Received 1/12th of 5% of the Fair Market Value in the Traditional Millennium Fund.
 - In 2006, with passage of SJR107, the formula changed to 5% of the average Fair Market Value (FMV) of the first 12 months of the prior 24 months from the Endowment Fund and the Traditional Millennium Funds are to be transferred to the Income Fund on or after July 1.
 - 5% of the average FMV in FY2019 was \$16,629,900 (Endowment) and \$1,873,400 (Traditional) for a total of \$18,503,300; this amount will be transferred to the Income Fund on July 1, 2020 for FY 2021.
 - Est. Distribution for FY 2025: \$22,966,400



Income Fund Notes

- FY 2020 Distribution: \$17,500,900
- FY 2020 Beginning Cash Balance: \$5,381,900
- FY 2020 Original Appropriation (Statewide):
\$18,233,500
 - \$17,477,400 Ongoing
 - \$756,100 One time
 - Appropriations: DHW, IDOC, PHDs, AG, Treasurer, Drug Policy, and Recovery Idaho (Recovery Centers)
 - Ongoing Appropriation for IDOC is expected to be removed in FY2021 (\$1,039,000) as a Medicaid Expansion cost offset
- Cash in the fund remains in the fund, and it retains its own interest.



FY 2020 Original Appropriations

	Ongoing	One-time	Total
Health and Welfare, Department of			
Medicaid, Division of			
Medicaid Administration and Medical Mgmt	237,100	23,600	260,700
Enhanced Medicaid Plan	1,886,100	0	1,886,100
Expansion Medicaid Plan	10,496,700	0	10,496,700
Public Health Services			
Physical Health Services	2,706,700	0	2,706,700
Substance Abuse Treatment & Prevention			
Substance Abuse Treatment & Prevention	160,000	0	160,000
Public Health Districts			
Public Health Districts			
Public Health Districts	768,900	0	768,900
Correction, Department of			
Community-Based Substance Abuse Treatment			
Community-Based Substance Abuse Treatment	1,039,000	0	1,039,000
Attorney General			
Attorney General			
State Legal Services	102,900	0	102,900
Governor, Office of the			
Drug Policy, Office of			
Office of Drug Policy	0	106,000	106,000
State Treasurer			
State Treasurer			
State Treasurer	80,000	0	80,000
Idaho Millennium Fund			
Idaho Millennium Fund	0	626,500	626,500
Report Total:	17,477,400	756,100	18,233,500



Use of the Income Funds

- Master Settlement Agreement (MSA) has no stipulation on how funds are to be used.
- §67-1806, ID Code, states “The uses of this fund shall be determined by legislative appropriation.”
 - Idaho has chosen to use the funds primarily for tobacco/substance use prevention/cessation/treatment and other health care needs.
- Historically, the Joint Legislative Millennium Fund Committee (§67-1808, ID Code) has solicited and received/reviewed grant applications to use the funds and JFAC has supported those recommendations.
 - JFAC is not obligated to implement the recommendation(s).

