

Tobacco Settlement Endowment Trust (TSET) 09200

Lead Administrator: Julie Bisbee, Interim Executive Director

FY'19 Projected Division/Program Funding By Source						
	Appropriations	Federal	Revolving	Local	Other*	Total
Board of Investors:						
Administration			\$152,964			\$152,964
Investment Mgmt Fees (not paid from certified earnings)			\$3,800,232			\$3,800,232
Board of Directors:						
Administration			\$1,355,278			1355278
Data processing			\$225,500			225500
Programs:						
Statewide Grants			\$5,310,171			\$5,310,171
Community-based Grants			\$15,301,979			\$15,301,979
Research			\$12,300,000			\$12,300,000
Health Communications			\$10,265,000			\$10,265,000
Evaluation			\$1,785,000			\$1,785,000
Program & Grant Mgmt Support			\$1,251,519			\$1,251,519
Technical assistance & Training			\$1,720,103			\$1,720,103
Data Processing			\$10,000			\$10,000
Total	\$0	0.00%	\$53,477,746	\$0	\$0	\$53,477,746
Less Investment Mgmt Fees			\$3,800,232			
Total Net of Investment Mgmt Fees			\$49,677,514			\$49,677,514

*Source of "Other" and % of "Other" total for each.

FY'18 Carryover and Refund by Funding Source						
	Appropriations	Federal	Revolving	Local	Other*	Total
FY'18 Carryover						
*Source of "Other" and % of "Other" total for each.						

What Changes did the Agency Make between FY'18 and FY'19?						
1.) Are there any services no longer provided because of budget cuts?						
TSET does not receive a legislative appropriation. Services have not been impacted by budget cuts.						
2.) What services are provided at a higher cost to the user?						
None.						
3.) What services are still provided but with a slower response rate?						
Does not apply.						
4.) Did the agency provide any pay raises that were not legislatively/statutorily required?						
None						

FY'20 Expected Division/Program Funding By Source						
	Appropriations	Federal	Revolving	Other	Total	% Change
Board of Investors:						
Administration			\$152,964		\$152,964	0.0%
Investment Mgmt Fees (not paid from certified earnings)			\$3,800,232		\$3,800,232	0.0%
Board of Directors:						
Administration			\$1,355,278		\$1,355,278	0.0%
Data processing			\$225,500		\$225,500	0.0%
Programs:						
Statewide Grants			\$5,310,171		\$5,310,171	0.0%
Community-based Grants			\$15,301,979		\$15,301,979	0.0%
Research			\$12,300,000		\$12,300,000	0.0%
Health Communications			\$10,265,000		\$10,265,000	0.0%
Evaluation			\$1,785,000		\$1,785,000	0.0%
Program & Grant Mgmt Support			\$1,251,519		\$1,251,519	0.0%
Technical assistance & Training			\$1,720,103		\$1,720,103	0.0%
Data Processing			\$10,000		\$10,000	0.0%
Total	\$0	0.00%	\$53,477,746	\$0	\$53,477,746	0.0%
Less Investment Mgmt Fees			\$3,800,232			
Total Net of Investment Mgmt Fees			\$49,677,514		\$49,677,514	0.0%
*Source of "Other" and % of "Other" total for each.						

FY'20 Top Five Budget Adjustments						
					\$ Amount	
Total						0

Does the agency have any costs associated with the Pathfinder retirement system and federal employees?						
(If so, please describe the costs and provide an estimate for FY '20, FY '21, and FY '22.)						
None						

How would the agency be affected by receiving the same appropriation for FY '20 as was received in FY '19? (Flat/ 0% change)

How would the agency handle a 2% appropriation reduction in FY '20?

Is the agency seeking any fee increases for FY'20?		\$ Amount
N/A		\$0

What are the agency's top 2-3 capital or technology (one-time) requests, if applicable?					
Federal Funds					
Federal Funding I (Brief Description with CFDA number)	FY 19 projected	FY 18	FY 17	FY 16	FY 15
	n/a				

Federal Government Impact					
1.) How much federal money received by the agency is tied to a mandate by the Federal Government?					
None					
2.) Are any of those funds inadequate to pay for the federal mandate?					
Does not apply.					
3.) What would the consequences be of ending all of the federal funded programs for your agency?					
TSET does not receive federal funding, however, TSET leverages federal funding from the OSDH for the Oklahoma Tobacco Helpline, and from the OHCA for the Helpline, Medical Loan Repayment program through PMTC and health communications targeting the Medicaid population.					
4.) How will your agency be affected by federal budget cuts in the coming fiscal year?					
Does not apply.					
5.) Has the agency requested any additional federal earmarks or increases?					
No.					

Division and Program Descriptions					
Board of Directors					
The TSET Board of Directors is a bi-partisan board made up of 7 members appointed by 7 different elected officials to represent Oklahoma's congressional districts. The TSET Board of Directors oversees the expenditures of the earnings from the Tobacco Settlement Endowment Trust and approves the agency's annual budget and staffing.					
Board of Investors					
The TSET Board of Investors is comprised of 5 appointed members, appointed by 4 different elected officials, who oversee the investments and management of the endowment trust. The Board of Investors, chaired by the State Treasurer (as stated in the constitution), hires fund managers and certifies earnings to be used by the TSET Board of Directors. The TSET Board of Directors pays for up to two FTE in the Office of the State Treasurer to support the Board of Investors.					
Programs					
The TSET Board of Directors has focused funding on programs that prevent and reduce health behaviors that lead to the top causes of death in Oklahoma, cancer and cardiovascular disease. TSET's grants and programs focus on preventing and reducing tobacco use and obesity; TSET also funds the Oklahoma Tobacco Helpline and makes annual grants to the Stephenson Cancer Center, the Oklahoma Center for Adult Stem Cell Research and the Oklahoma Tobacco Research Center for research in cancer and tobacco-related diseases.					
Data Processing					
This includes all computers, technology, automated budget and grant management systems needed to perform the duties of making grants and overseeing grants.					

FY'19 Budgeted FTE						
	Supervisors	Classified	Unclassified	\$0 - \$35 K	\$35 K - \$70 K	\$70 K - \$\$\$
Board of Directors	4		11	0	9	2
Board of Investors						
Programs	2		12		10	2
Data Processing						
Total	6	0	23	0	19	4

FTE History					
	2019 Budgeted	2018	2017	2015	2010
Board of Directors	11	11	11.0	7.0	3
Board of Investors					
Programs	12	12	12.0	14.0	4
Data Processing					
Total	23	23	23.0	21	7

Performance Measure Review					
	FY'18	FY'17	FY'16	FY'15	FY'14
Measure I					
To reduce smoking among Oklahoma adults from 26.1 percent to 18 percent by FY2018 (Behavior Risk Factor Surveillance System)	19.6	22.2	21.1	23.7	23.3
Measure II					
To reduce obesity among Oklahoma adults from 32.2 percent	32.8	33.9	33.0	32.5	32.2

to 29.2 percent by FY2018. (BRFSS)

Measure III Increase the number of programs utilizing online grants management system	5 programs including conference training and sponsorship grants; Healthy Community Incentive grants; Healthy District Incentive grants; Healthy Schools Incentive grants; TSET Healthy Living Program grants	5 programs including conference training and sponsorship grants; Healthy Community Incentive grants; Healthy District Incentive grants; Healthy Schools Incentive grants; TSET Healthy Living Program grants	4 programs including conference training and sponsorship grants; Healthy Community Incentive grants; Healthy District Incentive grants; Healthy Schools Incentive grants	4 programs including conference training and sponsorship grants; Healthy Community Incentive grants; Healthy District Incentive grants; Healthy Schools Incentive grants	2 programs including conference training and sponsorship grants and Healthy District Incentive grants
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Revolving Funds

	FY'16-18 Avg. Revenues	FY'16-18 Avg. Expenditures	June '18 Balance
Revolving Fund 200 Statutory Authority? Article X, Section 40 of the Oklahoma Constitution; and Title 62, Section 2301-2310. Source of Funds: TSET is funded by the annual earnings from the Tobacco Settlement Endowment Trust fund. An appointed Board of Investors, chaired by the State Treasurer, oversees the investments and certifies earnings at the end of the fiscal year to be used by the appointed TSET Board of Directors. The TSET Board of Directors approves annual budget and uses a three-year rolling average of earnings to set a spending target for the agency. TSET does not receive federal funds, does not charge fees, fines or dues. What is the fund spent on? TSET's mission is to improve the health of all Oklahomans by reducing the leading causes of death in our state, cancer and cardiovascular disease. TSET does that by providing grants to reduce the primary risk factors of these diseases, tobacco use and obesity. TSET also funds cost effective tobacco-cessation programs such as the Oklahoma Tobacco Helpline, and other supporting public education efforts. TSET funds research into tobacco-related diseases and cancer treatment at the Stephenson Cancer Center, as well as the Oklahoma Center for Adult Stem Cell Research and the Oklahoma Tobacco Research Center. TSET also works to increase access to physicians in rural and underserved areas. Is there a cap on the fund? TSET is funded by the investment earnings of the Tobacco Settlement Endowment Trust. The endowment strictly receives 75 percent of the annual payment to the state through the Master Settlement Agreement. The appointed Board of Investors oversee the management of the endowment investments and certify annual earnings each year to be expended by the TSET Board of Directors. Only earnings are used to fund grants and programs to improve health.	\$ 37,695,780	\$ 47,489,856	\$ 2,652,542