



Date: January 17, 2017

To: Digital Assurance Certification  
(MSRB and the Ohio SID)

Subject: Post Fiscal Year 2016 Annual Information Pursuant to a Continuing Disclosure Agreement Under SEC Rule 15c2-12 relating to the following bonds of the Buckeye Tobacco Settlement Financing Authority:

\$5,531,594,541 Buckeye Tobacco Settlement Financing Authority Tobacco Settlement Asset-Backed Bonds, Series 2007 (the Bonds) Issuer CUSIP No. 118217

The Buckeye Tobacco Settlement Financing Authority (Authority), by the State of Ohio's Office of Budget and Management (OBM), provides the attached annual information consisting of annual financial information and data of appropriate types, pursuant to the Continuing Disclosure Agreement under SEC Rule 15c2-12 entered into and relating to Bonds of the Authority identified above.

The Offering Circular relating to the original issuance of the Tobacco Settlement Asset Backed Bonds, Series 2007 (the Offering Circular) is dated October 24, 2007.

As required by the terms of the Continuing Disclosure Agreement, this filing includes the operating data for the "Total Annual Payments to the Trustee" for Fiscal Year 2016 and the actual debt service coverage ratio for Calendar (Revenue) Year 2016. The Authority's audited financial statements for Fiscal Year 2016 were filed on December 1, 2016.

Since filing the last Annual Report on January 8, 2016, the only specified events filings disclosed to the MSRB and Ohio SID related to ratings changes and a later withdrawal of ratings by Fitch on the Bonds and a draw on the Senior Liquidity Reserve Account for the Series 2007A Bonds. The Authority also filed a voluntary notice relating to the settlement of legal claims under the Reserve Fund Agreement related to the investment of monies held in the Senior Liquidity Reserve Account. There has been no amendment or waiver of any portion of any of the Continuing Disclosure Agreement for the Bonds.

Respectfully submitted,

/s/ Timothy S. Keen

Timothy S. Keen, Secretary of the Buckeye Tobacco Settlement Financing Authority and Director of Budget and Management

Copy w/attachments:  
Squire Patton Boggs (US) LLP  
U.S. Bank, National Association, Trustee



CONTINUING DISCLOSURE ANNUAL REPORT  
FOR FISCAL YEAR ENDING JUNE 30, 2016\*

\$5,531,594,541 Buckeye Tobacco Settlement Financing Authority  
Tobacco Settlement Asset-Backed Bonds, Series 2007

**(1) Annual Payments Received by the Trustee for Fiscal Year 2016.** During Fiscal Year 2016, the total Annual Payments (comprised of annual payments from Original Participating Manufacturers and Subsequent Participating Manufacturers) received by the Trustee totaled \$297,098,017. The following table shows the total Annual and Strategic Contribution Fund payments (less portions attributable to prior year late payments that do not constitute 2007 Sold Tobacco Receipts) made to the Trustee during Fiscal Year 2016:

Fiscal Year	Total Annual Payments to Trustee	Total Strategic Contribution Fund Payments to Trustee	Receipts from 2009 and Prior Year Payments (Tobacco Receipts not sold)	Net Payments to Trustee
2016	\$281,683,129	\$18,368,563	(\$2,953,675)	\$297,098,017

**(2) Senior Bonds Debt Service Coverage for Calendar (Revenue) Year 2016.** The debt service coverage ratio for Calendar (Revenue) Year 2016 was 0.65, calculated as follows:

Revenue Year	Total Available Funds <sup>1</sup>	Senior Bond Serial Maturities and Sinking Fund Installments Up to Original Schedule <sup>2</sup>	Interest	Operating Expenses and Priority Payments <sup>3</sup>	Total Original Debt Service and Operating Expenses <sup>4</sup>	Debt Service Coverage for Senior Bonds
2016	\$298,829,501	\$165,125,000	\$293,484,044	\$226,100	\$458,835,144	0.65

The difference between the Total Available Funds and the Total Debt Service and Operating Expenses resulted in a draw on the Senior Liquidity Reserve Account on December 1, 2016 in the amount of \$30,902,333 for payment of the Series 2007A Bonds.

\* All capitalized terms used in this Annual Report shall have the meanings assigned to them in the Offering Circular dated October 24, 2007, relating to the Series 2007 Bonds (the Offering Circular).

<sup>1</sup> Includes Pledged Tobacco Receipts plus \$1,731,484.56 earnings on the Senior Liquidity Reserve and other Pledged Accounts.

<sup>2</sup> Includes senior serial bond maturities, plus turbo redemptions, plus the amount of additional turbo redemptions that would be necessary to match the original sinking fund installment schedule through Revenue Year 2016.

<sup>3</sup> Includes estimated Operating Expenses and Priority Payments as initially certified for Fiscal Year 2016 and subsequently amended due to reduced legal expenses.

<sup>4</sup> Includes interest on the Bonds, serial senior bond maturities, sinking fund installments up to the original schedule for senior turbo term bond maturities, and Operating Expenses.

Buckeye Tobacco Settlement Financing Authority  
Fiscal Year 2016 Continuing Disclosure Annual Report  
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Dated: January 17, 2017

Buckeye Tobacco Settlement Financing Authority

/s/ Timothy S. Keen

Timothy S. Keen, Secretary of the Buckeye  
Tobacco Settlement Financing Authority and  
Director of Budget and Management