



Date: January 7, 2011

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

Subject: Post Fiscal Year 2010 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 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.

Unless otherwise indicated, this annual information speaks as of June 30, 2010. 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 2010 and the actual debt service coverage ratio for Revenue Year 2010. The Authority's audited financial statements for Fiscal Year 2010 were filed on November 29, 2010.

In Fiscal Year 2010, the only material events filings with or disclosure to the MSRB and Ohio SID related to a ratings downgrade by Fitch on the Bonds maturing in years 2024-2037, 2047, and 2052 and mandatory sinking fund and turbo redemptions of the Bonds. There has been no amendment or waiver of any portion of any of the Continuing Disclosure Agreement for the Bonds.

Respectfully submitted,

/s/ J. Pari Sabety

J. Pari Sabety, Secretary of the Buckeye Tobacco Settlement Financing Authority and Director of Budget and Management

Copy w/attachments:

Squire, Sanders & Dempsey LLP
U.S. Bank, National Association, Trustee



**CONTINUING DISCLOSURE ANNUAL REPORT
FOR FISCAL YEAR ENDING JUNE 30, 2010***

\$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 2010. During Fiscal Year 2010, the total annual payments (comprised of annual payments from Original Participating Manufacturers and Subsequent Participating Manufacturers) received by the Trustee totaled \$344,275,069. 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 2010:

Fiscal Year	Total Annual Payments to Trustee	Total Strategic Contribution Fund Payments to Trustee	Receipts from 2008 and Prior Year Payments (Tobacco Receipts not sold)	Net Payments to Trustee
2010	\$286,506,034	\$19,638,110	(\$584,988)	\$305,559,156

(2) Senior Bonds Debt Service Coverage for Revenue (Calendar) Year 2010. The actual debt service coverage ratio for Revenue (Calendar) Year 2010 was 1.03, calculated as follows:

Revenue Year	Total Available Funds¹	Senior Bond Serial Maturities and Sinking Fund Installments	Interest	Operating Expenses²	Total Debt Service and Operating Expenses³	Debt Service Coverage for Senior Bonds
2010	\$307,300,076	\$19,710,000	\$276,653,419	\$1,312,000	\$297,675,419	1.03

* 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).

¹ Includes Pledged Tobacco Receipts plus earnings on the Senior Liquidity Reserve and other Pledged Accounts.

² Includes Enforcement Expenses and estimated Operating Expenses for fiscal year 2011.

³ Includes interest on the Bonds, serial senior bond maturities, sinking fund installments for senior turbo term bond maturities, and Operating Expenses.

Dated: January 7, 2011

Buckeye Tobacco Settlement Financing Authority

/s/ J. Pari Sabety
J. Pari Sabety, Secretary of the Buckeye Tobacco
Settlement Financing Authority and Director of
Budget and Management