Changes in LMC Budget for May - December, 1997

I. <u>NUMBERS</u>

Reallocation of Existing Funds in LMC Budget\$210,000New TI Money\$ 80,000-90,000New Company Money\$300,000Total\$600,000

II. <u>RATIONALE</u>

Sweener

- Funds to assist new leadership of AFL-CIO. Serves as an important counter for Frank Hurt to deliver in opposition to Senator Kennedy's appeal for AFL-CIO support on the "kiddle care" bill.
- (1) Includes \$125,000 for CTJ and NCSC
 - (2) Includes \$75,000 100,000 for the initiatives laised by Sweeney.



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- Funds to provide grants to state groups which we feel are earmarked as prime targets for anti-smoking group funding. These grants provide a double hit: (1) They capture support from these groups (local CTJ chapters, Citizen Action affiliates and the consumer and senior organizations).
- (2) They allow us to utilize these state-based groups to engage in grassroots federal lobbying with Members of Congress.

Reason for cancellation of Arizona meeting: Political climate, in the face of the ongoing company negotiations with the government, is not conducive to a meeting. The Union prefers that the funds be used to address more pressing tobacco industry business.

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