

South Carolina Education Lottery
Statement of Net Position
April 30, 2023

Assets

Current Assets	
Cash	32,959,015
Accounts Receivable	62,785,260
Allowance for Doubtful Accounts	(1,084,203)
Inventory - Instant Tickets	5,314,502
Prepaid Expenses	1,858,383
Total Current Assets	<u>101,832,956</u>
Long-Term Assets	
Deferred outflows-pension expense	2,805,700
Deferred outflows-OPEB expense	4,887,499
Reserve Accounts - MUSL	6,331,141
Intellectual property	555,815
Accumulated amortization	(555,815)
Property and Equipment	
Furniture, Fixtures & Equipment	1,256,610
Data Processing Equipment	2,812,887
Draw Equipment	754,266
Vehicles	310,991
Leaseholds	1,457,041
Capital Lease	2,361,905
Accumulated Depreciation	(7,514,595)
Total Property & Equipment	<u>1,439,104</u>
Total Long-term Assets	<u>15,463,445</u>
Total Assets	<u>\$117,296,401</u>

Liabilities

Current Liabilities	
Prizes Payable	51,544,027
Accounts Payable	2,477,007
Payable to MUSL	1,532,021
Accrued Expenses	2,157,066
Accrued Compensated Absences	645,432
Deferred Revenue	713,598
Total Current Liabilities	<u>59,069,150</u>
Long-term Liabilities	
Accrued Compensated Absences	378,230
Capital lease liability	758,502
Deferred inflows-pension expense	2,357,785
Deferred inflows-OPEB expense	1,181,334
Net pension liability	15,164,971
Net OPEB liability	18,044,952
Total Long-term Liabilities	<u>37,885,773</u>
Total Liabilities	<u>\$ 96,954,924</u>

Net Position

Invested in capital assets, net of related debt	680,602
Restricted - Fidelity Funds	480,160
Restricted for Education Lottery Account	19,180,715
Total Net Position	<u>\$ 20,341,478</u>

South Carolina Education Lottery
Statement of Revenue, Expenses, and Changes in Net Position
For the Ten Months Ending April 30, 2023

	FY23	FY22	FY23	FY22
	Current	Current	Year - to -	Year - to -
	Month	Month	Date	Date
	Amount	Amount	Amount	Amount
Revenue				
Revenue - Instant games	\$ 157,019,240	\$ 139,660,365	\$1,337,039,179	\$1,338,115,308
Revenue - Pick 3	24,638,087	24,530,537	236,270,705	241,154,311
Revenue - Pick 4	13,717,308	12,863,378	129,684,637	127,966,064
Revenue - Powerball	7,010,241	10,014,887	119,332,781	90,757,979
Revenue - Palmetto Cash 5	2,177,436	2,241,345	22,699,175	24,024,593
Revenue - Cash Pop	7,011,200	5,731,662	60,403,916	23,694,397
Revenue - Mega Millions	4,473,808	2,963,247	87,614,925	37,440,791
Revenue - Terminal games	59,028,080	58,345,057	656,006,139	545,038,135
Total game revenue	216,047,320	198,005,422	1,993,045,318	1,883,153,443
Permit fees	45,630	35,235	504,360	473,535
Reserve for bond fees	2,475	2,550	28,290	26,580
Retailer telephone fees	291,990	291,015	2,560,725	2,571,300
Miscellaneous revenue	3,705	3,015	38,545	25,974
Total revenue	216,391,120	198,337,236	1,996,177,238	1,886,250,832
Direct costs				
Commissions and incentives				
Retailer commissions	15,120,004	13,858,171	139,513,375	131,821,162
Retailer incentives	91,516	103,839	761,086	755,668
Total commissions and incentives	15,211,520	13,962,011	140,274,461	132,576,830
Prize expense				
Instant games	116,365,135	102,430,111	973,018,030	970,901,868
Terminal games	33,934,921	27,673,379	336,861,186	270,738,687
Total prize expense	150,300,056	130,103,491	1,309,879,215	1,241,640,555
Instant and terminal game direct costs				
Instant game costs	1,291,185	1,201,791	13,903,997	11,014,640
Terminal game costs	899,510	904,508	9,346,105	8,810,924
Total instant and terminal game direct costs	2,190,695	2,106,300	23,250,102	19,825,564
Total direct costs	167,702,271	146,171,801	1,473,403,778	1,394,042,950
Gross profit	48,688,849	52,165,435	522,773,459	492,207,882
Operating expenses				
Advertising - Lottery	1,097,901	1,382,500	8,576,732	8,911,718
Security & credit checks	36,859	32,518	239,893	236,452
Salaries	746,583	676,997	7,059,126	6,858,689
Draw talent / Contract employment	2,625	5,025	51,150	58,478
Overtime	78	1,136	2,468	3,655
Per diem - Commissioners	-	-	1,015	980
Employee benefits	312,948	273,412	2,909,165	2,730,183
Advertising for employment	130	425	3,291	1,941
Auditing & financial	27,667	26,702	250,093	225,911
Consultants	1,000	1,000	65,458	142,901
Depreciation & amortization	70,394	23,706	710,440	201,854
Dues & memberships	8,133	1,667	38,369	31,251
Education & training	6,519	5,902	29,659	34,379
Employee recognition	82	90	5,766	22,758
Insurance	27,853	26,985	302,876	252,201
Lease - Office space	5,752	54,362	57,905	543,517
Lease - Vehicles	-	-	1,320	-
Legal	3,915	9,006	35,451	116,490
Maintenance & repairs	6,372	6,275	83,354	68,052
Licenses & warranties	37,430	42,112	281,638	269,099
Miscellaneous expense	7,629	6,958	56,956	37,337
Postage & freight	5,118	5,511	50,287	40,756
Printing	4,463	5,422	58,038	89,885
Promotion - Retailers	15,330	12,307	19,317	21,011
Security services	54,544	38,487	495,497	391,068
Services - Payroll	2,275	1,451	18,717	15,056
Supplies - Office	809	7,883	67,155	117,213
Supplies - Data processing	2,764	14,492	44,709	46,043
Telecommunications services	4,988	8,733	46,882	45,060
Telephone	14,759	9,869	148,553	152,901
Travel - Commissioners	-	-	2,643	3,066
Travel - Field service reps vehicle mileage	28,315	23,127	270,653	240,204
Travel - Staff & others	2,793	1,225	33,476	24,909
Utilities	2,398	2,837	21,702	34,241
Total operating expenses	2,538,424	2,708,121	22,039,753	21,969,259
Non-operating income (expense)				
Interest income	19,273	1,257	121,333	12,029
Gain (Loss) on asset disposal	-	-	555	1,487
Interest expense	(1,138)	-	(14,480)	-
Total non-operating income (expense)	18,136	1,257	107,409	13,516
Change in net position before amount remitted to Education Lottery Account	46,168,561	49,458,571	500,841,115	470,252,139
Remitted to the Education Lottery Account	58,159,436	57,680,116	502,664,099	473,156,664
Change in net position	(11,990,875)	(8,221,545)	(1,822,984)	(2,904,525)
Net position - beginning of period	32,332,353	29,848,490	22,164,462	24,531,469
Net position - end of period	\$ 20,341,478	\$ 21,626,945	\$ 20,341,478	\$ 21,626,945

South Carolina Education Lottery
Statement of Net Proceeds Due to the Education Lottery Account
For the Ten Months Ending April 30, 2023

	Current Month	Year to Date
Change in net position before amount remitted to Education Lottery Account	46,168,561	500,841,115
Amount invested in capital assets, net of related debt		
Property, equipment & intellectual property	-	2,729,465
Accumulated depreciation & amortization	70,394	(2,173,683)
Net property, equipment & intellectual property	70,394	555,782
Current Maturities		
Long-term debt	(49,250)	(335,796)
Capital assets, net of related debt	21,144	219,987
Restricted fidelity fund cash	(2,027)	(27,619)
Remitted to and due to the the Education Lottery Account	46,187,678	501,033,483