

South Carolina Education Lottery
Statement of Net Position
February 28, 2025

Assets

Current Assets	
Cash	\$ 39,478,294
Accounts Receivable	55,045,022
Allowance for Doubtful Accounts	(1,036,933)
Inventory - Instant Tickets	6,414,996
Prepaid Expenses	2,470,878
Total Current Assets	<u>102,372,256</u>
Long-Term Assets	
Deferred outflows-pension expense	2,325,998
Deferred outflows-OPEB expense	3,207,750
Reserve Accounts - MUSL	5,958,809
Intellectual Property	555,815
Accumulated amortization	<u>(555,815)</u>
Subscription Asset	29,065,763
Accumulated amortization	<u>(15,596,263)</u>
Total Subscription Asset	13,469,500
Property and Equipment	
Furniture, Fixtures & Equipment	1,360,536
Data Processing Equipment	3,235,637
Draw Equipment	817,014
Vehicles	436,729
Leaseholds	1,727,537
Capital Lease	8,153,824
Accumulated Depreciation	<u>(9,124,302)</u>
Total Property & Equipment	<u>6,606,974</u>
Total Long-term Assets	<u>31,569,031</u>
Total Assets	<u><u>\$ 133,941,288</u></u>

Liabilities

Current Liabilities	
Prizes Payable	\$ 46,223,517
Accounts Payable	2,696,194
Payable to MUSL	1,458,876
Accrued Expenses	1,468,972
Accrued Compensated Absences	695,452
Current Maturity of Subscription Asset	4,249,699
Deferred Revenue	867,889
Total Current Liabilities	<u>57,660,599</u>
Long-term Liabilities	
Accrued Compensated Absences	416,215
Capital lease liability	5,550,073
Subscription liability	10,525,456
Deferred inflows-pension expense	683,931
Deferred inflows-OPEB expense	6,755,887
Net pension liability	15,906,806
Net OPEB liability	<u>10,586,954</u>
Total Long-term Liabilities	<u>50,425,322</u>
Total Liabilities	<u><u>\$ 108,085,921</u></u>

Net Position

Invested in capital assets, net of related debt	\$ (248,754)
Restricted - Fidelity Funds	496,015
Restricted for Education Lottery Account	<u>25,608,106</u>
Total Net Position	<u><u>\$ 25,855,366</u></u>

South Carolina Education Lottery
Statement of Revenue, Expenses, and Changes in Net Position
For the Eight Months Ending February 28, 2025

	FY25	FY24	FY25	FY24
	Current	Current	Year - to -	Year - to -
	Month	Month	Date	Date
	Amount	Amount	Amount	Amount
Revenue				
Revenue - Instant games	\$ 135,807,840	\$ 132,133,260	\$ 1,033,192,923	\$ 1,041,821,457
Revenue - Pick 3	22,005,615	23,145,255	185,401,579	189,876,632
Revenue - Pick 4	13,105,570	13,545,044	106,771,421	108,473,517
Revenue - Powerball	5,966,176	7,865,047	52,785,004	108,769,087
Revenue - Palmetto Cash 5	2,950,078	2,236,170	25,417,502	17,917,080
Revenue - Cash Pop	6,008,109	6,177,655	49,919,568	43,718,397
Revenue - Mega Millions	3,124,364	5,208,747	47,132,699	55,877,707
Revenue - Terminal games	53,159,912	58,177,918	467,427,773	524,632,420
Total game revenue	188,967,752	190,311,178	1,500,620,696	1,566,453,877
Permit fees	77,355	69,255	430,920	422,010
Reserve for bond fees	975	2,775	22,725	22,050
Retailer telephone fees	240,090	235,440	2,030,685	2,055,330
Miscellaneous revenue	3,274	2,055	20,285	66,864
Total revenue	189,289,445	190,620,703	1,503,125,310	1,569,020,131
Direct costs				
Commissions and incentives				
Retailer commissions	13,228,138	13,322,192	105,045,205	109,655,211
Retailer incentives	77,104	105,293	735,888	837,495
Total commissions and incentives	13,305,242	13,427,485	105,781,093	110,492,706
Prize expense				
Instant games	100,857,185	97,145,573	760,600,184	762,734,020
Terminal games	28,015,816	27,872,839	236,566,778	271,230,813
Total prize expense	128,873,001	125,018,412	997,166,962	1,033,964,833
Instant and terminal game direct costs				
Instant game costs	1,384,195	1,343,962	10,501,265	9,873,018
Terminal game costs	832,854	871,991	6,829,306	6,836,867
Total instant and terminal game direct costs	2,217,049	2,215,952	17,330,571	16,709,885
Total direct costs	144,395,292	140,661,850	1,120,278,626	1,161,167,424
Gross profit	44,894,153	49,958,853	382,846,684	407,852,707
Operating expenses				
Advertising - Lottery	769,809	898,003	7,771,471	7,441,586
Security & credit checks	18,458	22,235	201,199	202,735
Salaries	886,872	840,377	6,494,578	6,113,930
Draw talent / Contract employment	5,725	4,600	46,270	33,200
Overtime	1,362	83	7,006	2,063
Per diem - Commissioners	250	550	1,000	1,500
Employee benefits	368,512	353,922	2,786,758	2,635,877
Advertising for employment	130	130	1,036	3,616
Auditing & financial	22,430	20,308	70,684	163,595
Consultants	1,000	550	66,369	49,579
Depreciation & amortization	85,821	72,285	608,158	575,941
Dues & memberships	9,732	8,127	39,631	32,294
Education & training	1,960	6,564	29,426	14,393
Employee recognition & engagement	613	563	8,851	11,348
Insurance	37,055	30,263	257,604	244,417
Lease - Office space	7,805	7,621	62,813	52,112
Lease - Vehicles	-	136	1,640	10
Legal	7,418	11,174	23,968	91,338
Maintenance & repairs	14,756	5,003	50,049	42,396
Licenses & warranties	38,856	28,782	410,380	262,955
Miscellaneous expense	3,163	4,441	33,422	52,316
Postage & freight	5,332	5,257	38,052	39,008
Printing	7,971	10,266	59,532	86,650
Promotion - Retailers	373	276	3,277	5,649
Security services	61,013	61,620	517,872	491,729
Services - Payroll	2,548	2,260	14,447	12,907
Supplies - Office	10,915	5,768	73,441	51,536
Supplies - Data processing	(1,342)	9,224	45,596	43,850
Telecommunications services	8,462	4,999	51,946	40,076
Telephone	16,631	15,015	135,120	126,055
Travel - Board	1,267	1,150	2,152	2,994
Travel - Field service reps vehicle mileage	32,949	27,163	231,985	208,405
Travel - Staff & others	2,694	1,212	38,327	55,053
Utilities	2,864	2,604	23,046	21,473
Total operating expenses	2,433,404	2,462,530	20,207,105	19,212,586
Non-operating income (expense)				
Interest income	16,799	23,796	183,299	230,404
Gain (Loss) on asset disposal	-	-	-	6,704
Interest expense	(92,193)	(85,535)	(732,232)	(726,964)
Total non-operating income (expense)	(75,394)	(61,739)	(548,933)	(489,856)
Change in net position before amount				
remitted to Education Lottery Account	42,385,356	47,434,584	362,090,646	388,150,265
Remitted to the Education Lottery Account	44,629,076	45,182,327	355,222,514	386,552,957
Change in net position	(2,243,720)	2,252,257	6,868,132	1,597,308
Net position - beginning of period	28,099,087	15,369,958	18,987,234	16,024,907
Net position - end of period	\$ 25,855,366	\$ 17,622,215	\$ 25,855,366	\$ 17,622,215

South Carolina Education Lottery
Statement of Net Proceeds Due to the Education Lottery Account
For the Eight Months Ending February 28, 2025

	<u>Current Month</u>	<u>Year to Date</u>
Change in net position before amount remitted to Education Lottery Account	\$ 42,385,356	\$ 362,090,646
Amount invested in capital assets, net of related debt		
Property, equipment & intellectual property	-	(5,969,208)
Accumulated depreciation & amortization	440,282	3,443,842
Net property, equipment & intellectual property	440,282	(2,525,367)
Current Maturities	-	167,170
Long-term debt	(387,674)	2,523,438
Capital assets, net of related debt	52,608	165,242
Restricted fidelity fund cash	(5,704)	(24,990)
Remitted to and due to the the Education Lottery Account	<u>\$ 42,432,260</u>	<u>\$ 362,230,897</u>