

Arkansas

Scholarship Lottery

"A Natural State of Fun!"

ARKANSAS LOTTERY
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Dianne Lamberth,
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John C. (Smokey)
Campbell III

George Hammons

Mike Malone

Patty L. Shipp

Susan Ward-Jones

Joe White

Ernie Passailaigue,
Director

March 15, 2011

The Honorable Johnny Key, Chair
Arkansas Lottery Commission Legislative Oversight Committee
One Capitol Mall, Room R-501
Little Rock, AR 72201

RE: Monthly Disclosure Reports

Dear Senator Key:

On behalf of our agency and the Arkansas Lottery Commission, attached is a revised Net Proceeds Report which corrects an input error on the original report. The revision as noted on the report had no impact on the computation of transfers to education, which was presented accurately.

Please accept this correction to the *Net Proceeds Transfer Report for the Eight Months Ending in February 28, 2011*, previously submitted.

Please call me if you have any questions or need additional information.

Respectfully,



Ernie Passailaigue
Director, Arkansas Lottery Commission

Enclosure

cc: Ms. Dianne Lamberth, Chairperson
Arkansas Lottery Commission

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March 15, 2011

The Honorable Mark Perry, Chair
Arkansas Lottery Commission Legislative Oversight Committee
One Capitol Mall, Room R-501
Little Rock, AR 72201

RE: Monthly Disclosure Reports

Dear Representative Perry:

On behalf of our agency and the Arkansas Lottery Commission, attached is a revised Net Proceeds Report which corrects an input error on the original report. The revision as noted on the report had no impact on the computation of transfers to education, which was presented accurately.

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Ernie Passailaigue
Director, Arkansas Lottery Commission

Enclosure

cc: Ms. Dianne Lamberth, Chairperson
Arkansas Lottery Commission

**Arkansas Scholarship Commission
Net Proceeds Transfer to Ed Trust Computation
For the Eight Months Ending February 28, 2011**

	Year to date
Operating revenues:	
Instant ticket SETTLEMENTS	\$ 249,486,656.00
Online ticket sales	47,921,800.58
Retailer application, fidelity and service fees	727,092.94
Other revenue	<u>2,803.76</u>
 Total operating revenues	 <u>298,138,353.28</u>

Operating expenses:	
Instant game prizes SETTLEMENTS	170,911,639.77
Online game prizes	23,165,947.71
Retailer commissions	16,700,807.08
Gaming contract costs	15,348,682.52
Compensation and benefits	3,897,318.37
Marketing, advertising and promotions	2,789,691.92
General and administrative expenses	890,191.60
Services provided by other agencies	205,300.00
Legal and professional services	248,321.75
Less Current year Capital Asset cost	<u>24,572.52</u>
Total operating expenses	<u>234,182,473.24</u>

Change in net proceeds from operations 63,955,880.04

Nonoperating revenue (expense):

Interest Income	331,315.85
EDUCATION TRUST FUNDING-Current Year	(55,114,861.82)
Less Current year Fidelity Fund fees	(12,716.38) restricted fund
Less Current year MUSL Reserves additions	(316,589.87) see 23-115-103(17) and (19)(A)&(B)
Less fiscal year 2010 subsequent transactions	<u>(613,286.22) prior year expense items not previously charged to Net Proceeds</u>

NET PROCEEDS DUE TO EDUCATION-Current Month **\$ 8,229,741.60**

	Transfer	Interest	Total
Totals	\$ 30,776,468.93	\$ 370,777.32	\$ 31,147,246.25
	<u>\$ 8,120,211.99</u>		<u>\$ 8,120,211.99</u>
November 2009 funding - 12/15/09	\$ 9,038,495.35	\$ 1,835.39	\$ 9,040,330.74
December 2009 funding - 1/14/10	\$ 10,829,280.27	\$ 6,109.34	\$ 10,835,389.61
January 2010 funding - 2/15/10	\$ 9,125,874.01	\$ 10,956.20	\$ 9,136,830.21
February 2010 funding - 3/12/10	\$ 10,467,824.60	\$ 13,741.79	\$ 10,481,566.39
March 2010 funding - 4/14/10	\$ 11,014,624.69	\$ 20,506.68	\$ 11,035,131.37
April 2010 funding - 5/13/10	\$ 8,937,980.78	\$ 24,355.11	\$ 8,962,335.89
May 2010 funding 6/14/10	\$ 9,065,920.17	\$ 29,966.86	\$ 9,095,887.03
June 2010 funding -7/14/10	\$ 6,059,225.23	\$ 32,900.15	\$ 6,092,125.38
July 2010 funding - 8/13/10	\$ 8,503,421.96	\$ 37,490.77	\$ 8,540,912.73
August 2010 funding - 9/14/10	\$ 7,925,706.45	\$ 41,129.77	\$ 7,966,836.22
September 2010 funding - 10/14/10	\$ 7,361,418.43	\$ 43,339.89	\$ 7,404,758.32
October transfer to ADHE 10/1/09	\$ (65,000,000.00)		\$ (65,000,000.00)
October 2010 funding - 11/12/10	\$ 7,197,503.10	\$ 18,042.76	\$ 7,215,545.86
November 2010 funding - 12/15/10	\$ 8,235,343.71	\$ 20,925.06	\$ 8,256,268.77
December 2010 funding - 1/14/11	\$ 6,671,666.03	\$ 25,098.81	\$ 6,696,764.84
January 2011 funding - 2/11/11	\$ 9,005,241.74	\$ 28,533.34	\$ 9,033,775.08
February transfer to ADHE 2/11/11	\$ (50,000,000.00)		\$ (50,000,000.00)
February 2011 funding - 3/14/11	\$ 8,213,896.20	\$ 15,845.40	\$ 8,229,741.60 (Revised)

Note: The above line has been corrected for an \$2,834.22 keying error. The Net Proceeds is correct at \$8,229,741.60.