

IOWA LOTTERY AUTHORITY
SCHEDULE OF ECONOMIC BENEFITS

September 30, 2008

Proceeds to Iowa Plan		\$170,318,439
Proceeds to CLEAN fund		\$35,894,355
Proceeds to Special Appropriations		\$13,773,572
Sales Tax		\$135,975,218
Proceeds to Gambler's Treatment Program		
Prior to Fiscal Year 2009	\$14,513,071	
Fiscal Year 2009		
Transferred	0	
Payable	289,493	
	<hr/>	14,802,564
Proceeds to the State General Fund:		
Prior to Fiscal Year 2009	\$759,727,898	
Fiscal Year 2009		
Transferred	0	
Payable	12,773,996	
	<hr/>	772,501,894
Proceeds to the Veterans Trust Fund:		
Prior to Fiscal Year 2009	\$0	
Fiscal Year 2009		
Transferred	0	
Payable	992,773	
	<hr/>	992,773
Total		<hr/> <u>\$1,144,258,815</u>

IOWA LOTTERY AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE MONTH AND YEAR ENDED SEPTEMBER 30, 2008

	<u>Month ended September 30, 2008</u>	<u>Month ended September 30, 2007</u>	<u>Year-to-date September 30, 2008</u>	<u>Year-to-date September 30, 2007</u>
OPERATING REVENUES				
Instant ticket sales	\$9,884,537	\$10,239,619	\$30,828,107	\$33,101,476
Pick 3 sales	512,213	509,826	1,579,598	1,570,517
Powerball sales	6,372,470	4,305,274	14,886,577	18,081,356
Hot Lotto sales	1,482,061	927,946	3,457,771	2,726,206
Pick 4 sales	191,974	184,562	601,915	556,632
\$100,000 Cash Game sales	329,875	348,526	1,015,221	1,092,607
Pull-tab sales	1,813,678	1,574,067	5,482,568	4,984,873
Application fees	330	200	1,055	1,225
Other revenue	240	248	990	1,587
Total operating revenues	20,587,378	18,090,268	57,853,802	62,116,479
OPERATING EXPENSES				
Instant Prize expense	6,384,479	6,447,370	18,606,512	20,514,222
Pick 3 prize expense	291,347	300,255	923,978	925,080
Powerball prize expense	3,117,963	2,029,374	7,150,031	8,556,549
Hot Lotto prize expense	729,879	449,401	1,693,767	1,314,129
Raffle Prize Expense	(10,500)	0	(10,500)	0
Pick 4 prize expense	113,219	104,737	353,629	324,929
\$100,000 Cash Game prize expense	155,097	312,785	477,790	744,584
Pull-tab prize expense	1,137,881	979,420	3,441,725	3,101,699
Promotional prize expense	105,336	7,999	226,892	23,922
Advertising/Publicity	681,900	523,344	1,831,697	1,598,736
Retailer compensation expense	1,307,415	1,108,928	3,605,281	3,864,686
Ticket expense	181,750	202,848	603,328	597,554
Vendor compensation expense	665,124	567,040	1,826,267	1,948,846
Administrative Payroll	770,219	668,007	2,251,191	2,149,594
Travel	43,948	38,350	136,995	125,128
Supplies	5,991	12,071	31,313	26,777
Printing	336	815	1,214	3,333
Postage	65	0	66	707
Communications	52,445	37,653	142,529	143,901
Rentals	22,706	24,312	67,455	67,671
Utilities	5,884	4,266	19,073	26,740
Professional fees	8,427	13,511	30,203	35,011
Vending machine maintenance	40,825	41,048	122,563	123,144
Outside services and repairs	18,928	9,968	41,523	37,849
Data processing	3,198	3,003	9,868	9,410
Equipment	12,351	7,896	24,556	31,618
Reimbursement to other state agencies	29,941	27,101	90,063	71,780
Depreciation	114,677	112,989	345,883	338,080
Other	14,350	13,844	39,176	52,930
Total operating expenses	16,005,181	14,048,335	44,084,068	46,758,609
Operating income (loss)	4,582,197	4,041,933	13,769,734	15,357,870
Interest Income	53,446	84,667	90,144	129,497
Interest expense	(4,105)	(9,578)	(12,315)	(28,735)

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FOR THE MONTH AND YEAR ENDED SEPTEMBER 30, 2008

	<u>Month ended September 30, 2008</u>	<u>Month ended September 30, 2007</u>	<u>Year-to-date September 30, 2008</u>	<u>Year-to-date September 30, 2007</u>
Income before transfers	4,631,538	4,117,022	13,847,563	15,458,632
Transfer to:				
Gambler's Treatment Program	(103,151)	(90,727)	(289,493)	(310,858)
Veterans Trust Fund	(296,863)	0	(992,773)	0
State General Fund	(4,151,258)	(4,158,742)	(12,773,996)	(15,368,283)
Change in net assets	80,266	(132,447)	(208,699)	(220,509)
Net assets, beginning of period	<u>5,378,816</u>	<u>4,266,317</u>	<u>5,667,781</u>	<u>4,354,379</u>
Net assets, end of period	<u><u>\$5,459,082</u></u>	<u><u>\$4,133,870</u></u>	<u><u>\$5,459,082</u></u>	<u><u>\$4,133,870</u></u>