

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF LOTTERY AND GAMING
STATEMENTS OF NET POSITION
AS OF SEPTEMBER 30, 2019 and 2018
(Dollar Amounts in Thousands)

	<u>2019</u>	<u>2018</u>
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 13,214	\$ 12,804
Accounts Receivable, net	3,858	3,880
Prepaid Expenses and Other	3	2
Restricted Investments	410	410
Total Current Assets	<u>17,485</u>	<u>17,096</u>
Non-current Assets:		
Capital Assets, net	595	646
Restricted Investments	780	1,137
Total Non-current Assets	<u>1,375</u>	<u>1,783</u>
Total Assets	<u>18,860</u>	<u>18,879</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	2,123	2,168
Compensation Liabilities	350	328
Unearned Revenue	55	44
Accrued Prizes and Commissions	9,539	9,324
Other Accrued Liabilities	342	317
Compensated Absences	46	33
Obligations for Unpaid Prizes - Current Portion	410	410
Total Current Liabilities	<u>12,865</u>	<u>12,624</u>
Non-current Liabilities:		
Obligations for Unpaid Prizes - Noncurrent Portion	780	1,137
Compensated Absences	520	458
Total Non-current Liabilities	<u>1,300</u>	<u>1,595</u>
Total Liabilities	<u>14,165</u>	<u>14,219</u>
Net Position		
Net Investment in Capital Assets	595	646
Unrestricted	4,100	4,014
Total Net Position	<u>\$ 4,695</u>	<u>\$ 4,660</u>

The accompanying notes are an integral part of these financial statements.

GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF LOTTERY AND GAMING
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEARS ENDED SEPTEMBER 30, 2019 and 2018
(Dollar Amounts in Thousands)

	<u>2019</u>	<u>2018</u>
Operating Revenues		
Instant Games	\$ 52,335	\$ 49,493
Terminal Games	160,727	160,766
License and Permit Fees	<u>10</u>	<u>5</u>
Total Operating Revenues	<u>213,072</u>	<u>210,264</u>
Operating Expenses		
Prizes	123,375	117,365
Agent Commissions	13,860	13,766
Contractor Fees	6,839	6,798
Advertising	<u>6,749</u>	<u>6,393</u>
Total Direct Costs	150,823	144,322
Salaries	8,200	7,887
Professional	1,170	954
Contractual Services	4,451	4,313
Administration	3,641	3,813
Depreciation	<u>169</u>	<u>108</u>
Total Operating Expenses	<u>168,454</u>	<u>161,397</u>
Operating Income	44,618	48,867
Interest and Dividend Income	467	253
Other Income	<u>-</u>	<u>443</u>
Net Income Before Transfers	45,085	49,563
Transfer to General Fund	<u>(45,050)</u>	<u>(49,500)</u>
Change in Net Position	35	63
Net Position, Beginning of Year	<u>4,660</u>	<u>4,597</u>
Net Position, End of Year	<u><u>\$ 4,695</u></u>	<u><u>\$ 4,660</u></u>

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GOVERNMENT OF THE DISTRICT OF COLUMBIA
OFFICE OF LOTTERY AND GAMING
STATEMENTS OF CASH FLOWS
YEARS ENDED SEPTEMBER 30, 2019 and 2018
(Dollar Amounts in Thousands)

	2019	2018
Operating Activities:		
Cash Receipts from Customers	\$ 213,096	\$ 210,241
Cash Receipts from Others	10	6
Cash Payments to Vendors	(22,871)	(22,812)
Cash Payments to Employees	(8,103)	(7,805)
Cash Payments for Prizes and Commissions	(137,021)	(129,325)
Net Cash and Equivalents Provided by Operating Activities	45,111	50,305
Cash Flows From Non-Capital Financing Activities		
Transfers Out to the General Fund	(45,050)	(49,500)
Cash Flows From Capital Financing Activities		
Acquisition of Capital Assets	(118)	(404)
Cash Flows From Investing Activities		
Interest and Dividends	467	253
Net Increase in Cash and Equivalents	410	654
Cash and Cash Equivalents - Beginning of Year	12,804	12,150
Cash and Cash Equivalents - End of Year	\$ 13,214	\$ 12,804
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:		
Operating Income	\$ 44,618	\$ 48,867
Depreciation	169	108
<i>Effect of Changes in non-cash operating Assets and Liabilities</i>		
Other Financial Sources	-	442
Receivables	22	(21)
Prepaid Expenses	(1)	-
Accounts Payable	(45)	(578)
Compensation Liabilities	97	82
Unearned Revenue	11	5
Accrued Prizes	215	1,806
Other Current Liabilities	25	(406)
Net Cash Provided by Operating Activities	\$ 45,111	\$ 50,305
Non-cash Investing and Financing Activities:		
Obligations for Unpaid Prizes by Restricted Investments	\$ 1,190	\$ 1,547

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