

MISSISSIPPI LOTTERY CORPORATION
A Component Unit of the State of Mississippi
Statement of Net Position
For the Quarter Ended 9/30/19

Unaudited
Quarter Ended
September 30, 2019

ASSETS		
Current assets:		
Cash	\$	763,795
Prepaid insurance		43,621
Prepaid other		40,148
Total current assets		847,564
Noncurrent assets:		
Capital assets, net of depreciation		357,997
Total noncurrent assets		357,997
Total assets		1,205,561
LIABILITIES		
Current liabilities:		
Accounts payable		491,208
Payroll tax payable		46,062
Interest payable		8,651
Total current liabilities		545,921
Noncurrent liabilities:		
Notes payable line of credit		2,750,000
Total noncurrent liabilities		2,750,000
Total liabilities		3,295,921
NET POSITION (DEFICIT)		
Investment in capital assets		357,997
Unrestricted		(2,448,358)
Total net position (deficit)	\$	(2,090,361)

MISSISSIPPI LOTTERY CORPORATION
A Component Unit of the State of Mississippi
Statement of Revenues, Expenses, and Changes in Net Position
For the Quarter Ended 9/30/2019

	Unaudited Quarter ended September 30, 2019
OPERATING REVENUES	
Ticket Sales	\$ -
Less promotional tickets provided as prizes	-
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Net ticket Sales	-
Retailer service and license fees	26,440
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Net operating revenues	26,440
OPERATING EXPENSES	
Available prizes	-
Current year actual unclaimed prizes	-
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Net prizes	-
Retailer commissions and bonuses	-
Contractor fees	57,409
Advertising	25,428
Salaries and benefits	594,878
Retailer merchandising and marketing	7,351
Rent, utilities, and maintenance	-
Depreciation	2,516
Professional fees	618,455
General, administrative, and other operating	143,857
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Total Operating expenses	1,449,894
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Operating income (deficit)	(1,423,454)
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NONOPERATING REVENUES (EXPENSES)	
Other revenue	3,382
Interest revenue	7,192
Interest expense	(21,554)
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Total nonoperating revenues (expenses)	(10,980)
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Change in net position	(1,434,434)
NET POSITION	
Net Position, beginning of quarter	(655,927)
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Net position, end of quarter	\$ (2,090,361)
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MISSISSIPPI LOTTERY CORPORATION
A Component Unit of the State of Mississippi
Statement of Cash Flows
For the Quarter Ended 9/30/2019

	Unaudited Quarter Ended September 30, 2019
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 26,440
Cash paid to grand prize winner	-
Cash paid to/ on behalf of gaming vendors	-
Cash paid to retailers	-
Cash paid for advertising	(25,428)
Cash paid to/ on behalf of employees	(555,391)
Purchase of prize annuity	-
Other Operating payments	(694,954)
Net cash used by operating activities	(1,249,333)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Payment to State for Transportation account	-
Payments to State for Education accounts	-
Cash deposits received from retailers	-
Proceeds from line of credit	2,000,000
Cash paid for interest	(15,419)
Net cash provided by noncapital financing activities	1,984,581
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of Property and Equipment	(360,512)
Net cash used by capital and related financing activities	(360,512)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income	7,192
Other income	3,382
Net cash provided by investing activities	10,574
Cash- beginning of quarter	378,485
Cash - end of quarter	\$ 763,795

MISSISSIPPI LOTTERY CORPORATION
A Component Unit of the State of Mississippi
Statement of Cash Flows (Continued)
For the Quarter Ended 9/30/19

Unaudited
Quarter Ended
September 30, 2019

Reconciliation of net operating loss to net cash used by operating activities

Net operating loss	\$	(1,423,454)
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Adjustments to reconcile net loss to net cash use by operating activities		
Depreciation		2,516
Changes in assets and liabilities		
Prepaid expenses		(59,132)
Accounts Payable		191,476
Payroll Tax payable		39,261
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Total adjustments to reconcile net loss to net cash used by operations:		174,121
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Net cash used for operating activities	\$	(1,249,333)
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