

STATE OF MARYLAND

**Combined Statement of Revenues, Expenses and
Changes in Retained Earnings/Fund Balances**

Enterprise Funds, Nonexpendable Trust

Fund and Pension Trust Fund

for the year ended June 30, 1988

(Expressed in Thousands)

	Proprietary	Fiduciary		Total (Memorandum Only)
	Fund Type	Fund Types		
	Enterprise	Nonexpendable Trust Fund	Pension Trust Fund	
Operating revenues:				
Lottery ticket sales	\$ 811,345			\$ 811,345
Charges for services and sales	149,154	\$116,783		265,937
Contributions			\$ 683,337	683,337
Interest and other investment income	165,848	26,685	819,810	1,012,343
Other	12,273			12,273
Total operating revenues	1,138,620	143,468	1,503,147	2,785,235
Operating expenses:				
Prizes and claims	400,497	115,911		516,408
Commissions and bonuses	41,312			41,312
Cost of sales and services	42,702			42,702
Operation and maintenance of facilities	137,340			137,340
General and administrative	51,870	12,489	10,919	75,278
Interest	126,404			126,404
Depreciation and amortization	6,130	269		6,399
Benefit payments and refunds			475,913	475,913
Provision for insurance and loan losses	1,235			1,235
Other	4,858			4,858
Total operating expenses	812,348	128,669	486,832	1,427,849
Operating income	326,272	14,799	1,016,315	1,357,386
Non-operating revenues (expenses)				
Investment income	11,890			11,890
Interest expense	(18,457)			(18,457)
Operating grants	44,571			44,571
Reduction in income tax contingency	20,200			20,200
Gain on sale of securities			961,800	961,800
Operating income before transfers	384,476	14,799	1,978,115	2,377,390
Operating transfers in	17,734			17,734
Operating transfers out	(353,857)			(353,857)
Net income	48,353	14,799	1,978,115	2,041,267
Add: Depreciation of cost of assets acquired from contributed capital	1,369			1,369
Increase in retained earnings/fund balance	49,722	14,799	1,978,115	2,042,636
Retained earnings/fund balance, July 1, 1987	743,805	85,751	6,141,605	6,971,161
Decrease in unrealized market appreciation of investments		(6,845)		(6,845)
Retained earnings/fund balance, June 30, 1988	\$ 793,527	\$ 93,705	\$8,119,720	\$9,006,952

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