

**STATE OF MARYLAND**

**Combining Statement of Revenues, Expenses  
and Changes in Retained Earnings**

**Enterprise Funds**

**for the year ended June 30, 1999**

(Expressed in Thousands)

	Economic Development		Maryland State Lottery Agency	State Use Industries	Total
	Insurance Programs	Loan Programs			
<b>Operating revenues:</b>					
Lottery ticket sales .....			\$1,080,029		\$1,080,029
Charges for services and sales .....	\$ 7,690	\$ 4,426		\$35,750	47,866
Interest and other investment income .....	5,758	203,237			208,995
Other .....	19	1,962			1,981
<b>Total operating revenues.....</b>	<b>13,467</b>	<b>209,625</b>	<b>1,080,029</b>	<b>35,750</b>	<b>1,338,871</b>
<b>Operating expenses:</b>					
Prizes and claims .....			582,192		582,192
Commissions and bonuses .....			61,762		61,762
Cost of sales and services .....				28,140	28,140
Operation and maintenance of facilities .....		9,871			9,871
General and administrative .....	883	11,160	43,820	4,672	60,535
Interest .....		161,392			161,392
Depreciation and amortization .....	14	1,070	609	946	2,639
Provision for insurance and loan losses .....	13,185	14,293			27,478
Other .....		29,591			29,591
<b>Total operating expenses.....</b>	<b>14,082</b>	<b>227,377</b>	<b>688,383</b>	<b>33,758</b>	<b>963,600</b>
Operating income (loss) .....	(615)	(17,752)	391,646	1,992	375,271
<b>Non-operating revenues (expenses):</b>					
Investment income .....		2,171			2,171
Interest expense .....			(65)		(65)
Other .....		(1,236)		(2)	(1,238)
<b>Income (loss) before transfers .....</b>	<b>(615)</b>	<b>(16,817)</b>	<b>391,581</b>	<b>1,990</b>	<b>376,139</b>
Operating transfers in .....		44,281			44,281
Operating transfers out .....	(2,439)	(21,446)	(393,221)		(417,106)
<b>Net income .....</b>	<b>(3,054)</b>	<b>6,018</b>	<b>(1,640)</b>	<b>1,990</b>	<b>3,314</b>
Add: Depreciation of assets acquired from contributed capital .....				254	254
<b>Increase (decrease) in retained earnings .....</b>	<b>(3,054)</b>	<b>6,018</b>	<b>(1,640)</b>	<b>2,244</b>	<b>3,568</b>
Retained earnings, July 1, 1998 .....	28,067	443,553	2,450	15,765	489,835
<b>Retained earnings, June 30, 1999.....</b>	<b>\$25,013</b>	<b>\$449,571</b>	<b>\$ 810</b>	<b>\$18,009</b>	<b>\$ 493,403</b>