

SB 78-Perm Fund Dividend Contributions/Lottery Minimum, Sample, and Maximum Payouts

Projections do not include interest, earnings, or saving from previous years

MINIMUM PRIZE: If only one person plays, \$100 Donation Breakdown:

<u>1 entry at \$100</u>	<u>\$100</u>
½ into Public Education Fund	\$50
¼ into Education Endowment	\$25
¼ into Lottery/Raffle Fund	\$25

Only one name is drawn, so only one prize is given (10%), and the single winner would get \$2.50. The remaining \$22.50 is left in the lottery account.

SAMPLE PRIZE: based on the number of 2016 applications (494,000), if half of the adult applicants bought a single raffle entry in the first year (no balance in fund):

<u>247,000 adults at \$100 each</u>	<u>\$24,700,000</u>
½ into Public Education Fund	\$12,350,000
¼ into Education Endowment	\$6,175,000
¼ into Lottery/Raffle Fund	\$6,175,000

20% of Lottery/Raffle Fund Balance is used for four prizes, so \$1,235,000 is paid out as follows:

\$ Prize #1(10%).....	\$617,500
\$ Prize #2(5%).....	\$308,750
\$ Prize #3(3%).....	\$185,250
\$ Prize #4(2%)	\$123,500

The remaining 80% (\$4,940,000) is left in the account. New donations are added based on the above formula, until the lottery fund reaches the maximum level of \$500,000,000.

MAXIMUM PRIZE: If the lottery fund reaches the maximum level of \$500,000,000, then \$100,000,000 (20%) would be paid out in prizes as follows:

\$ Prize #1(10%).....	\$50,000,000
\$ Prize #2(5%).....	\$25,000,000
\$ Prize #3(3%).....	\$15,000,000
\$ Prize #4(2%).....	\$10,000,000

The remaining 80% (\$400,000,000) is left in the account.