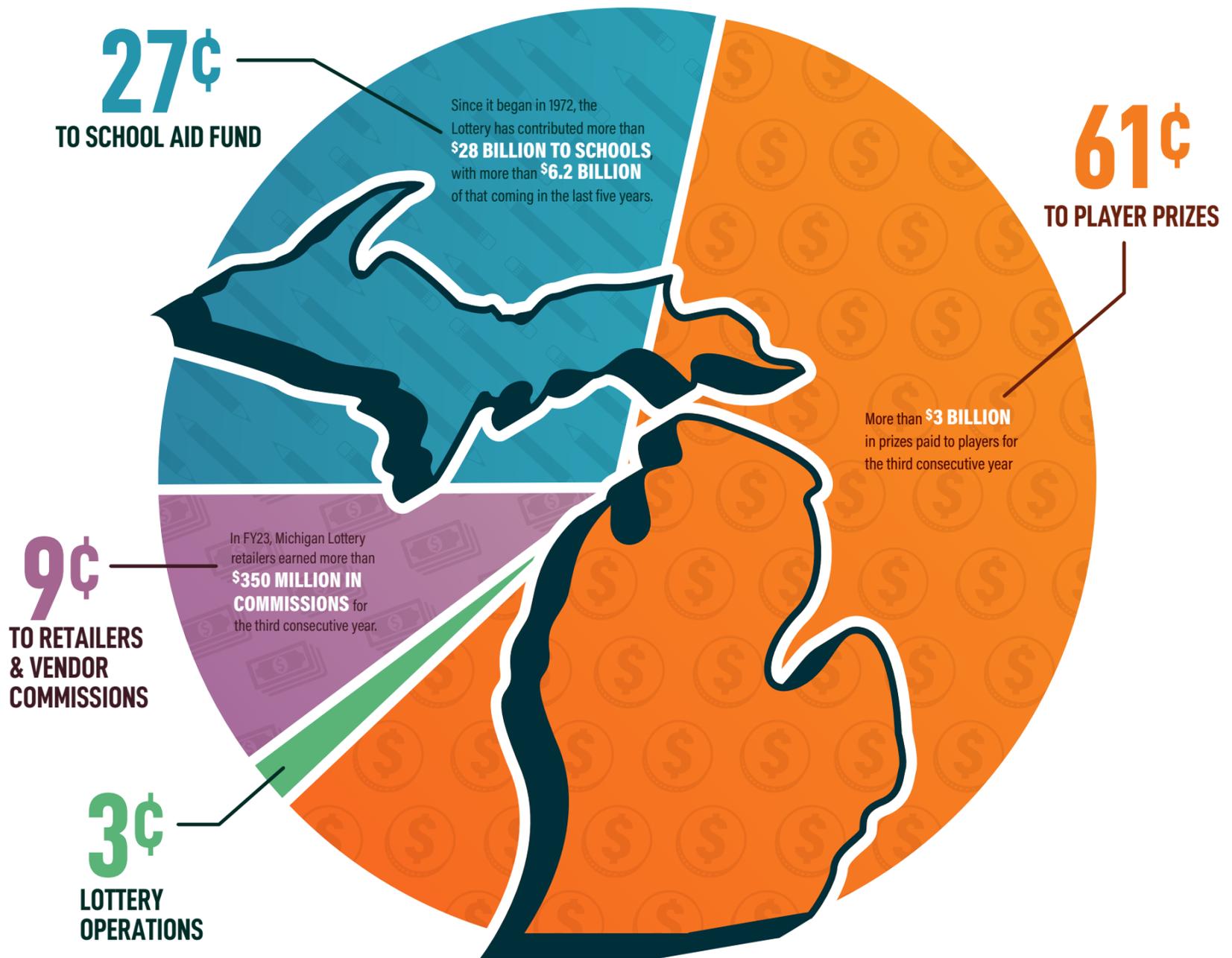




For fun. For schools.™

Lottery is completely self-funded. No general fund or other dollars are appropriated. Lottery's primary sources of revenue are ticket sales and licensing fees.

For every \$1 spent on Lottery, 61 cents goes to prizes, 27 cents goes to the School Aid Fund, 9 cents goes to retailer and vendor commissions, and 3 cents is used for Lottery operations.



- The Michigan Lottery is self-funded and operates as a business enterprise with the goal of maximizing contributions to its beneficiary, the state School Aid Fund.
- The Michigan Lottery's contribution to the School Aid Fund is different each year. In 2023, the Lottery contributed \$1.3 billion to the School Aid Fund. The contribution is the second largest in the Lottery's 50-plus year history and marks the fifth consecutive contribution of more than \$1 billion.
- Michigan K-12 public schools serve more than 1.4 million children. The Michigan Lottery's annual contribution is equal to about \$3.5 million each day for schools and more than \$920 for each student.
- More than 10,000 retailers sell Michigan Lottery games, many of which are small businesses. In the last five years, Lottery retailers have earned nearly \$1.7 billion in commissions.
- The Michigan Lottery has one of the highest paying commission structures in the nation, and the Lottery's current base sales commission of 6% is tied with Indiana as the highest among neighboring states. The current structure increases revenue to schools by incentivizing higher sales, and total commission and incentive payments to retailers have increased by 72% since FY15, which was the first-year retailers collected more than \$200 million in commissions.
- The Legislature and Governor are responsible for allocating the School Aid Fund. The Michigan Lottery makes no determination on how the School Aid Fund is spent.

*All FY23 numbers are unaudited.