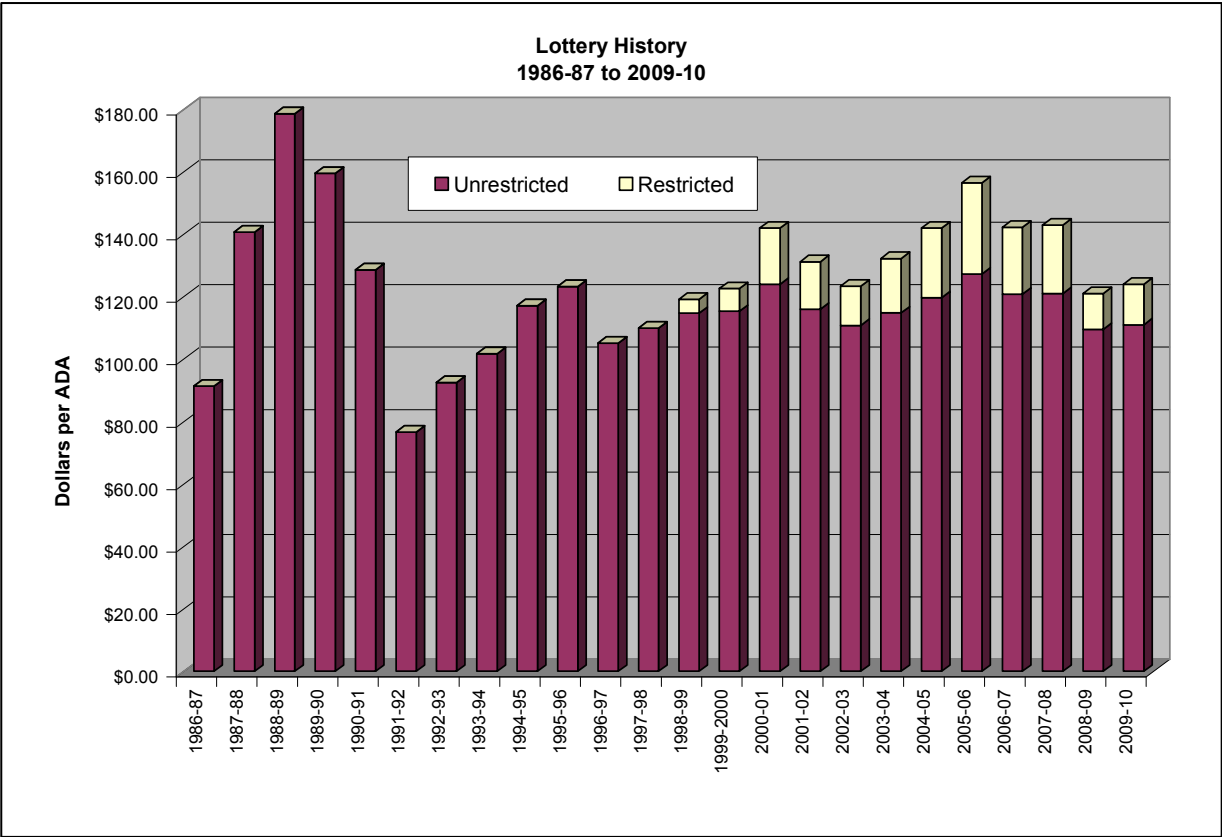


# LOTTERY INCOME AND ITS HISTORY

The California State Lottery is projected to yield \$737,000, or approximately 1.5%, of the District's revenues in 2009-10. While this revenue is welcome, it will yield only a small portion of the total income needed to support the District's educational program. The revenue in the budget year, as an example, would be sufficient to buy two textbooks per student, to buy two computers per classroom OR pay for the energy costs for a little over half of one year.

Lottery revenue is not a stable source of revenue for the District, but instead has ranged from a low of \$77 per ADA in 1991-92 to a high of \$156 per ADA in 2005-06. Since the revenue is not consistent, the expenditures have also varied widely.



Since 1997-98, school districts have been required to use 50% of the growth in Lottery allocations for the purchase of instructional materials. In 2009-10, it is projected that California school districts will receive \$13.25 per ADA in restricted funds for the purchase of instructional materials and \$111 per ADA in unrestricted funds.

In our District, we give each teacher \$500 per year of lottery funds to be used in their classrooms. The remaining unrestricted lottery revenue is absorbed into the District's general fund and used primarily for salaries. The restricted lottery funds are centralized for textbooks and instructional materials District-wide.