



Dave Yost • Auditor of State



**OHIO LOTTERY COMMISSION  
CUYAHOGA COUNTY**

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## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Ohio Lottery Commission  
Cuyahoga County  
615 West Superior Avenue  
Cleveland, Ohio 44113

We have performed the procedures enumerated below, which were agreed to by the Ohio Lottery Commission (the Commission) and the other member lotteries in the states of California, Georgia, Illinois, Maryland, Massachusetts, Michigan, New Jersey, New York, Texas, Virginia and Washington (referred to as the "Member Lotteries") who operate Megaplier, solely to assist the Commission and Member Lotteries with respect to the evaluation of the following financial information associated with Megaplier: The Commission sales and prize expense for the period April 1, 2016 through March 31, 2017. The sufficiency of these procedures is solely the responsibility of those parties specified in this report.

Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The report only describes exceptions exceeding \$10.

Our procedures were as follows:

- a) We obtained from the Commission the "Draw Activity" and "Fixed Prize Analysis" for the period April 1, 2016 through March 31, 2017 (attached as Exhibit I and Exhibit II, respectively). We mathematically checked their accuracy and found them to be in agreement.
- b) We haphazardly selected the following five (5) drawings from the period April 1, 2016 to March 31, 2017 for testing and performed procedures "c", "d", and "e" below:

June 3, 2016  
August 5, 2016  
October 21, 2016  
January 10, 2017  
February 17, 2017

- c) For each draw date selected in step "b" above, we compared the total amount of sales as shown on the daily sales report produced by the Commission's gaming system and the total amount of sales shown on the related daily sales report produced by Internal Control System ("ICS"), with the balance listed in the "sales" column for the respective draw date on the "Draw Activity" report attached as Exhibit I and found them to be in agreement.

- d) We calculated the total dollar amount of fixed prizes for the draw dates selected in step "b" above, based on the total number of winners from the Commission's gaming system for each prize level and the prize structure of the Megaplier fixed prizes (as defined in the official game rules). We compared the calculated expense with the amount listed in the "Actual Fixed Prizes" column for the respective draw date on the "Draw Activity" report attached as Exhibit I and found them to be in agreement.
- e) For each draw date selected in step "b" above, we compared the amount of sales, actual fixed prizes, and share of fixed prizes shown on the "Draw Activity" report attached as Exhibit I to the amounts shown on the applicable Megaplier Prize Settlement Reports and found them to be in agreement.
- f) For the period identified in step "a" above, we haphazardly selected two months (May 2016 and June 2016) and obtained the "Expired Prize Settlement Report" distributed by the Virginia Lottery. For the two months selected, we obtained from the Commission Internal Control System (ICS) the actual fixed prizes awarded, and the prizes unclaimed. We compared the ICS data back to the data reported from the Virginia Lottery for each draw of the subject months and found them to be in agreement.
- g) We compared the amounts shown as the total of the actual fixed prizes and the total share of fixed prizes on the "Draw Activity" report attached as Exhibit I to the applicable amounts shown on the "Fixed Prize Analysis" report attached as Exhibit II and found them to be in agreement.
- h) We compared the total of the period transfers from the Commission to the Virginia Lottery for settlement of the fixed prize liability as shown in the Commission's cash disbursement subsidiary records to the amount listed in the "Qtrly/Yrly Settlement Transfers In (Out)" column on the "Fixed Prize Analysis" report attached as Exhibit II and found them to be in agreement.
- i) We compared the balance listed as the Commission's receivable as of March 31, 2017 for the fixed prizes as shown on the "Fixed Prize Analysis" report attached as Exhibit II to the Commission's financial accounting records and to the Megaplier Prize Settlement Report as of March 31, 2017 and found them to be in agreement.

This agreed-upon procedures engagement was conducted in accordance with the American Institute of Certified Public Accountants' attestation standards and applicable attestation engagement standards included in the Comptroller General of the United States' *Government Auditing Standards*. We were not engaged to, and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the Commission's sales and prize expense for the period April 1, 2016 through March 31, 2017. Accordingly, we do not express an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is for the evaluation of the financial information enumerated in our procedures above and is not suitable for any other purpose.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive, flowing style.

**Dave Yost**  
Auditor of State

September 13, 2017

Exhibit I – Draw Activity  
Exhibit II – Fixed Prize Analysis

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Draw Date	Sales	Actual Fixed Prizes	Share of Fixed Prizes	Annuitized JP Amt	Cash Option Amt
4/01/2016	112,326	1,013,625	191,073		
4/05/2016	104,291	40,792	44,509		
4/08/2016	113,115	25,446	27,615		
4/12/2016	104,712	45,964	54,158		
4/15/2016	112,001	49,148	57,646		
4/19/2016	100,827	39,920	42,242		
4/22/2016	107,924	54,664	61,968		
4/26/2016	106,494	12,754	12,930		
4/29/2016	118,620	51,740	61,043		
5/03/2016	126,194	67,836	65,866		
5/06/2016	141,192	62,301	69,268		
5/10/2016	134,402	30,192	29,007		
5/13/2016	140,832	50,550	50,677		
5/17/2016	133,937	26,988	31,302		
5/20/2016	143,188	16,574	18,184		
5/24/2016	142,175	48,756	50,303		
5/27/2016	149,587	33,140	33,604		
5/31/2016	136,988	61,516	60,138		
6/03/2016	163,564	35,870	38,483		
6/07/2016	158,262	49,725	48,963		
6/10/2016	167,176	76,812	80,431		
6/14/2016	167,201	70,048	69,739		
6/17/2016	194,488	93,532	92,879		
6/21/2016	209,070	113,984	107,304		
6/24/2016	225,482	109,160	113,774		
6/28/2016	241,200	29,701	32,840		
7/01/2016	393,307	41,226	48,498		
7/05/2016	482,919	232,212	225,516		
7/08/2016	703,639	80,528	85,615		
7/12/2016	115,174	36,534	40,639		
7/15/2016	115,039	11,839	13,279		
7/19/2016	103,403	40,496	44,214		
7/22/2016	107,890	65,451	66,735		
7/26/2016	99,294	2,021,766	356,217		
7/29/2016	116,065	58,196	747,013		
8/02/2016	104,776	50,344	48,769		
8/05/2016	108,782	37,077	35,999		
8/09/2016	99,989	41,136	51,465		
8/12/2016	107,689	35,952	36,920		
8/16/2016	101,375	39,488	43,326		
8/19/2016	109,153	56,096	48,507		
8/23/2016	102,382	9,408	10,367		
8/26/2016	109,744	11,751	176,133		
8/30/2016	101,647	33,219	32,353		
9/02/2016	116,913	27,260	29,363		
9/06/2016	104,423	21,532	22,613		
9/09/2016	119,751	40,287	40,117		
9/13/2016	113,141	28,774	28,185		
9/16/2016	121,718	31,762	29,237		
9/20/2016	89,377	42,248	39,129		
9/23/2016	96,635	24,354	26,995		
9/27/2016	88,917	30,213	31,608		
9/30/2016	100,181	43,976	45,975		

Draw Date	Sales	Actual Fixed Prizes	Share of Fixed Prizes	Annuitized JP Amt	Cash Option Amt
10/04/2016	94,667	37,304	36,364		
10/07/2016	100,099	9,375	9,732		
10/11/2016	91,571	11,153	12,215		
10/14/2016	91,730	21,976	20,427		
10/18/2016	84,845	12,759	8,835		
10/21/2016	92,004	27,369	29,567		
10/25/2016	86,109	21,958	23,391		
10/28/2016	92,404	36,408	38,023		
11/01/2016	90,864	11,611	12,029		
11/04/2016	98,285	24,072	24,367		
11/08/2016	91,610	3,027,210	467,922		
11/11/2016	97,340	4,049,956	644,683		
11/15/2016	94,149	20,658	21,072		
11/18/2016	104,454	52,656	47,490		
11/22/2016	86,461	40,872	43,175		
11/25/2016	88,391	18,396	20,658		
11/29/2016	85,133	28,005	30,923		
12/02/2016	95,962	14,811	10,620		
12/06/2016	87,405	26,970	27,280		
12/09/2016	92,775	35,520	36,364		
12/13/2016	86,343	37,232	618,765		
12/16/2016	95,370	66,676	47,136		
12/20/2016	92,287	36,704	38,030		
12/23/2016	107,328	46,568	48,228		
12/27/2016	93,558	34,164	34,867		
12/30/2016	111,881	11,530	157,723		
1/03/2017	107,079	14,619	12,938		
1/06/2017	110,643	51,748	49,640		
1/10/2017	106,904	47,812	56,110		
1/13/2017	123,630	28,216	26,449		
1/17/2017	114,621	53,808	51,626		
1/20/2017	128,284	38,264	30,833		
1/24/2017	121,404	41,430	47,189		
1/27/2017	133,450	34,292	35,909		
1/31/2017	85,986	17,536	18,198		
2/03/2017	97,209	65,580	57,990		
2/07/2017	89,910	40,896	38,754		
2/10/2017	97,864	39,468	43,369		
2/14/2017	93,479	44,152	52,532		
2/17/2017	104,016	46,348	44,863		
2/21/2017	101,088	47,824	48,092		
2/24/2017	114,618	28,026	26,507		
2/28/2017	104,050	20,320	13,781		
3/03/2017	113,146	52,116	51,127		
3/07/2017	110,113	24,788	24,840		
3/10/2017	121,758	50,904	64,428		
3/14/2017	109,135	39,900	28,242		
3/17/2017	120,108	55,068	44,332		
3/21/2017	117,812	28,112	30,393		
3/24/2017	131,261	51,828	55,194		
3/28/2017	126,936	62,316	58,998		
3/31/2017	142,975	41,958	36,673		
* Totals *	13,249,075	14,333,105	7,509,626		

	Receivable (Payable)	Actual Fixed Prizes	Share of Fixed Prizes	Qtrly/Yrly Settlements Transfers In(Out)	Receivable (Payable)
California					
Georgia	4,438-	2,280,712	3,755,876	1,428,586-	51,016-
Illinois	13,575	3,440,152	5,779,720	2,161,837-	164,156-
Massachusetts	2,517	1,666,183	2,789,440	1,080,944-	39,796-
Maryland		789,165	1,663,400	801,699-	72,536-
Michigan	4,670-	3,538,226	4,432,564	757,731-	141,277-
New Jersey	5,104	7,424,010	5,713,281	1,829,698	113,865-
New York	4,140-	5,036,671	8,486,251	3,311,920-	141,800-
Ohio	4,690	14,333,105	7,509,626	6,940,189	112,020-
POWER BALL					
Texas					
Virginia	8,115-	7,413,544	5,900,815	1,631,757	127,143-
Washington State	4,523-	2,338,600	2,229,395	858,927-	963,609
** Totals **		48,260,368	48,260,368		

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# Dave Yost • Auditor of State

**OHIO LOTTERY COMMISSION MEGAPLIER**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
SEPTEMBER 26, 2017**