September 30, 2025

The Honorable Glenn Youngkin Governor Commonwealth of Virginia Patrick Henry Building, 3rd floor 1111 E. Broad Street Richmond, VA 23219

Re: August 2025 Lottery Results

Dear Governor Youngkin:

I am very pleased to provide our report of monthly activities and financial update for the month of August 2025, as required in §58.1-4006 of the *Code of Virginia*.

August Monthly Update:

	Monthly Actuals Aug FY26		% of Total	Monthly Actuals Aug FY25		Current Month FY26 vs FY25		
Sales		Aug 1 120	1 Otal		Aug 1 123		\$ Change	% Change
Scratchers	\$	101,039,595	18.7%	\$	109,418,042	\$	(8,378,447)	
Draw Games	\$	115,216,342	21.4%	\$	97,142,804	\$	18,073,538	18.6%
iLottery Instants	\$	323,045,494	<u>59.9%</u>	\$	249,244,205	\$	73,801,289	29.6%
Total	\$	539,301,431	100.0%	\$	455,805,051	\$	83,496,380	18.3%
Prize Expense							FY26 Rates	FY25 Rates
Scratchers	\$	75,046,921	17.1%	\$	80,612,518		74.3%	73.7%
Draw Games	\$	74,448,662	16.9%	\$	50,784,447		64.6%	52.3%
iLottery Instants	\$	290,652,522	<u>66.0%</u>	\$	221,873,493		90.0%	<u>89.0%</u>
Total	\$	440,148,105	100.0%	\$	353,270,458		81.6%	77.5%
Retailer Earnings	\$	11,736,888		\$	10,758,260		5.9%	5.5%
Admin Expenses	\$	21,023,691		\$	19,015,641		3.9%	4.2%
Other Income	\$	748,097		\$	648,362			
<u>Profits</u>	\$	67,140,844		\$	73,409,054	\$	\$ Change (6,268,210)	% Change -8.5%

Fiscal Year to Date Update:

		YTD FY26	% of		YTD FY25	Year to Date		
		Aug	Total		Aug	FY26 vs FY25		
Sales							\$ Change	% Change
Scratchers	\$	203,961,750	19.5%	\$	218,342,412	\$	(14,380,662)	-6.6%
Draw Games	\$	208,685,561	20.0%	\$	190,754,503	\$	17,931,058	9.4%
iLottery Instants	\$	631,736,710	<u>60.5%</u>	\$	500,506,301	\$	131,230,409	<u>26.2</u> %
Total	\$	1,044,384,021	100.0%	\$	909,603,216	\$	134,780,805	14.8%
Prize Expense							FY26 Rates	FY25 Rates
Scratchers	\$	149,566,730	17.6%	\$	158,944,296		73.3%	72.8%
Draw Games	\$	133,202,306	15.7%	\$	98,479,073		63.8%	51.6%
iLottery Instants	\$	567,359,051	66.7%	\$	446,900,865		89.8%	<u>89.3%</u>
Total	\$	850,128,087	100.0%	\$	704,324,234		81.4%	77.4%
Retailer Earnings	\$	22,186,852		\$	21,423,198		5.8%	5.5%
Admin Expenses	\$	41,654,935		\$	35,160,950		4.0%	3.9%
Other Income	\$	1,149,851		\$	1,233,287			
							\$ Change	% Change
<u>Profits</u>	<u>\$</u>	131,563,998		<u>\$</u>	149,928,121	\$	(18,364,123)	-12.2%

Sales Highlights

August sales overall were up more than 18% compared to last year, from the continued strength of iLottery digital games and the national Powerball jackpot that grew to an advertised \$1 Billion for the drawing on August 30. Retail sales were up \$4 million (+2.1%) compared to August 2024. For the year to date, total sales are up nearly 15% in the first two months, crossing \$1 billion by month end.

Profit Highlights

August profits totaled \$67.1 million, down 8.5% compared to last year. For the year to date, profits of \$131.6 million are \$18 million less than FY25, due almost exclusively to the continued good luck experienced by our daily draw games players. Retailers earned nearly 6% of sales from commissions and incentives, including cashing bonuses for the high volume of prizes won and redeemed at licensed retailer locations throughout the Commonwealth. The Lottery's operating expense rate remains at a low 4%.

Other Highlights

I appreciated the opportunity to address the Senate Finance and Appropriations Committee at their meeting on September 16. In addition, I addressed the Virginia Petroleum and Convenience Marketers Association (VPCMA) at their annual meeting with key members of the Lottery leadership team on September 29.

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Please let me know if you have any questions, or if you would like more information.

Respectfully,

Khalid R. Jones

c: The Honorable L. Louise Lucas, Chairwoman, Senate Finance & **Appropriations Committee**

The Honorable Luke E. Torian, Chairman, House Appropriations Committee

The Honorable Vivian E. Watts, Chairwoman, House Finance Committee

The Honorable John Littel, Chief of Staff, Office of the Governor The Honorable Stephen E. Cummings, Secretary of Finance

Michael Maul, Director, Department of Planning & Budget

Scott Adams, State Comptroller

April Kees, Director, Senate Finance & Appropriations Committee

Anne E. Oman, Staff Director, House Appropriations Committee

Ferhan Hamid, Chairman, Virginia Lottery Board