

Current Payback 90%

	100,000
	<u>90,000</u> 90% payout
	10,000
	<u>1,200</u> 12% tax rate on Adj Gross
	8,800
60% allowable expenses	5,280
40% to Charitable Purposes	3,520

lower payback % by 2%

	100,000
	<u>88,000</u> 88% payout
	12,000
	<u>1,440</u> 12% tax rate on Adj Gross
	10,560
60% allowable expenses	6,336
40% to Charitable Purposes	4,224

Larger

60% Expenses

	1,000,000 gross
	<u>900,000</u> 90% prizes
	100,000
	<u>12,000</u> tax
	88,000 adj gross

	52,800 60% expense
	35,200 40% charity
1% of adj gross	1,000 to childrens benefit

58% Expenses

	1,000,000 gross
	<u>880,000</u> 88% prizes
	120,000
	<u>14,400</u> tax
	105,600 adj gross

	61,248 58% expense
	44,352 42 % charity
1% of adj gross	1,056 to childrens benefit

Smaller

	100,000
	<u>90,000</u> 90% payout
	10,000
	<u>1,200</u> 12% tax rate on Adj Gross
	8,800

60% allowable expenses	5,280
40% to Charitable Purposes	3,520

	100,000
	<u>88,000</u> 88% payout
	12,000
	<u>1,440</u> 12% tax rate on Adj Gross
	10,560

60% allowable expenses	6,336
40% to Charitable Purposes	4,224