

# Maryland Lottery and Gaming Control Agency

Larry Hogan, Governor • Gordon Medenica, Director



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TO: Maryland Lottery and Gaming Control Commission  
Gordon Medenica, Director

FROM: Paula Yocum, Managing Director, Acting CFO

DATE: October 13, 2020

SUBJECT: Report for the October Commission Meeting

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This is a status update of ongoing and special projects in Finance.

## I. BUDGET

- **FISCAL YEAR 2020 Final Expenditures**
  - Lottery: \$77,743,420
  - VLT Special Fund: \$10,842,801
  - VLT General Fund: \$ 6,461,424
  - COVID 19 – Fund 9: \$95,651
- **FISCAL YEAR 2021 (was reduced by \$119,756, see approved budget amounts below)**
  - Lottery: \$85,009,877
  - VLT Special Fund: \$11,660,871
  - VLT General Fund: \$ 6,566,576
- **FISCAL YEAR 2022**
  - The Fiscal Year 2022 budget has been submitted to DBM.
- **Promotion Fund (Unclaimed Prizes)**
  - Beginning Balance as of September 1, 2020 \$938,279
  - Estimated increase in September, 2020 \$6,307,038
  - Estimated usage in September, 2020 (\$3,765,738)
  - Estimated Ending Balance as of September 30, 2020 \$3,479,580

## II. ACCOUNTING/FINANCE

- The May financial statements are included. The June and GAAP financial statements will be provided separately when received from the auditors.

## III. PROCUREMENT

- The Central Monitor and Control System for a Video Lottery Terminal Program Contract (#2009-11) with IGT (formerly GTECH Corporation) provides the design, development, implementation, lease, operation, and maintenance of a complete turnkey Central Monitor

and Control System for a Video Lottery Terminal Program. Original expiration of this Contract was September 26, 2020. The pandemic and associated shutdown of both State and vendor operations required an extension of this Contract for a one year term of 9/27/2020 - 9/26/2021 in the total NTE amount of \$4,000,000. This Contract Modification/Extension was approved by the BPW at its September 23, 2020 meeting.

- Central Monitor and Control System for a Video Lottery Terminal Program RFP (#2021-06): RFP for a new replacement contract to provide the customization, development, implementation, operation, and maintenance of a complete turnkey Central Monitor and Control System was issued on October 1, 2020. A Pre-Proposal Conference is scheduled for October 21, 2020, and Proposals are due by December 2, 2020.
- Televised Drawings of Lottery Draw Games and Related Services Contract (#2017-02) with Hearst Stations, Inc., WBAL Division: The original 3-year term of this Contract expires 12/10/2020. The MLGCA desires at this time to exercise the first of two available 1-year renewal options. The First Renewal Option for the term 12/11/2020 – 12/10/2021 in the amount of \$1,403,004 has been submitted to DGS to be included for Review/Approval on the 10/21/2020 BPW Agenda.
- MBE/VSBE/SBR Activities:
  - A summary of the MLGCA's MBE/VSBE participation is attached.