

Maryland Lottery and Gaming Control Agency

Larry Hogan, Governor • John Martin, Director



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TO: Maryland Lottery and Gaming Control Commission
John Martin, Director

FROM: Paula Yocum, Managing Director, CFO

DATE: August 17, 2021

SUBJECT: Report for the August Commission Meeting

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). DBM provided MLGCA with an additional \$2,734,554 budget appropriation. This budget increase was primarily for the SGI contract and was because of the increased sales in this fiscal year. UPDATE: An additional budget request of \$4,250,000 has been requested and is also for the SGI contract and the increased sales.**
 - Lottery: (revised) \$92,380,530
 - VLT Special Fund: \$11,660,871
 - VLT General Fund: \$ 6,566,576
- **FISCAL YEAR 2022**

The Fiscal Year 2022 budget has been finalized by the legislature. Our advertising budget was reduced by \$2 million.

 - Lottery: \$85,639,279
 - VLT Special Fund: \$11,743,735
 - VLT General Fund: \$ 6,380,609
- **FISCAL YEAR 2023**

The Fiscal Year 2023 budget request is currently in process.
- **Promotion Fund (Unclaimed Prizes)**
 - Beginning Balance as of June 30, 2021 \$4,485,992
 - Estimated increase in July, 2021 \$1,495,997
 - Estimated usage in July, 2021 (\$1,746,447)
 - Estimated Ending Balance as of July 31, 2021 \$4,234,336

II. ACCOUNTING/FINANCE

- Due to a restatement of the Right-of-Use Assets activity, the monthly financial statements will be provided separately when received from the auditors.
- The Agreed Upon Procedures audits have been started for Cash 4 Life, Mega Millions, Megaplier, Powerball and Powerplay products.

III. SPECIAL PROJECTS

- The department has started the system implementation process with the software DocuSign. This will allow our organization to electronically sign documents and will allow for a more efficient and effective method to manage the Accounts Payable process.