

Maryland Lottery and Gaming Control Agency

Wes Moore, 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: January 18, 2023

SUBJECT: Report for the January Commission Meeting

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

I. BUDGET

- **FISCAL YEAR 2022 Final Expenditures**

Program	Expenditures Amount
Lottery	\$94,935,530
VLT General Fund	\$4,382,785
VLT Special Fund	\$11,976,981
Sports Wagering and Fantasy Gaming	\$1,729,000
Total	\$113,024,296

- **FISCAL YEAR 2023 Budget Appropriation**

The Fiscal Year 2023 budget has been finalized by the legislature.

Program	Appropriation	Budget Amendments	Total
Lottery	\$92,459,486	\$1,149,476	\$93,608,962
VLT General Fund	\$5,940,737	\$80,023	\$6,020,760
VLT Special Fund	\$12,709,741	\$871,131	\$13,580,872
Sports Wagering and Fantasy Gaming	\$4,780,819	\$272,965	\$5,053,784
Total	\$115,890,783	\$2,373,595	\$118,264,378

Note that the budget amendments were for the cost of living adjustments to State employees. The amendments include various increases in salary, tax, retirement, etc.

- **FISCAL YEAR 2024 Budget Appropriation**

The Fiscal Year 2024 budget request has been submitted to DBM for review.

II. ACCOUNTING/FINANCE

• **Promotion Fund (Unclaimed Prizes)**

○ Beginning Balance as of November 30, 2022	\$16,585,633
○ Estimated increase in December, 2022	\$1,573,590
○ Estimated usage in December, 2022	<u>(\$1,780,954)</u>
○ Estimated Ending Balance as of December 31, 2022	\$16,378,269

- The monthly financial statements will be provided separately when received from the auditors.

III. SPECIAL PROJECTS

- The department has participated in the Agency’s fixed assets system implementation process. This system is expected to not only reduce the length of time to approve Agency procurement requests but also to allow for real time status of such requests. Additionally, it is expected that the inventory control module will create efficiencies in entries of, maintenance of and reconciliation of inventory records. The Accounting department is participating in the testing of the system. The system went live on December 19, 2022.
- The department’s Special Projects Manager was a loaned executive for the 2022 Maryland Charity Campaign which launched October 3, 2022. This was the 2nd year for this manager’s participation. The campaign ended December 31, 2022. The Agency increased employees’ participation from 16.6% to 18.8%. Additionally, the Agency exceeded the goal of \$13,082 by \$1,511 to \$14,593, which was 111.5% of the goal.

IV. FANTASY COMPETITION

- Fantasy Competition Operator quarterly tax forms and tax revenue for the quarters ending:

<u>Quarter Ending</u>	<u>Amount Collected for Quarter</u>
September 30, 2022	\$257,952.56
December 31, 2022	\$471,672.76 (as of 01/17/2023)
FY 2023 Total	\$729,625.32