

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: May 12, 2023

SUBJECT: Report for the May Commission Meeting

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

I. BUDGET

• **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 Request**

The Agency's Fiscal Year 2024 budget appropriation request was included in the Fiscal Year 2024 budget bills (HB0200/SB0181). The bills are currently under review.

II. ACCOUNTING/FINANCE

• **Promotion Fund (Unclaimed Prizes)**

○ Beginning Balance as of March 31, 2023	\$20,201,820
○ Estimated increase in April, 2023	\$2,275,087
○ Estimated usage in April, 2023	<u>(\$1,109,138)</u>
○ Estimated Ending Balance as of April 30, 2023	\$21,367,769

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

III. 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	\$489,969.71
March 31, 2023	\$265,859.85
FY 2023 Total	\$1,013,782.12

IV. SPECIAL PROJECTS

- On January 4, 2023, the Board of Public Works approved a new lease agreement between the Maryland Stadium Authority and the Ravens to extend the team's tenancy for fifteen years through the end of the 2037 NFL season, with two five-year options to extend, subject to certain terms and conditions. As part of the negotiations, the Maryland Stadium Authority is required to finance an estimated \$450 million of M&T Bank Stadium capital improvement projects (per the Maryland Stadium Authority Board of Directors Meeting May 2, 2023). Because the capital improvements projects will be funded by bonds to be repaid using lottery revenues, the Maryland Lottery & Gaming Control Agency is assisting the Maryland Stadium Authority in the debt service preparations.