

Maryland Lottery and Gaming Control Agency

Wes Moore, Governor • John Martin, Director



Montgomery Park Business Center
1800 Washington Blvd., Ste. 330
Baltimore, Maryland 21230

Tel: 410-230-8800
TTY users call Maryland Relay
www.mdlottery.com

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

FROM: Paula Yocum, Managing Director, CFO

DATE: October 21, 2024

SUBJECT: Report for the October Commission Meeting

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

I. BUDGET

- FISCAL YEAR 2024 Final Expenditures (including accruals and encumbrances)**

Program	Expenditures
Lottery	\$101,900,870.89
VLT General Fund	\$6,719,079.85
VLT Special Fund	\$13,062,914.41
Sports Wagering and Fantasy Gaming	\$3,277,586.71
Total	\$124,960,451.86

- FISCAL YEAR 2025 Budget Allowance**

The Agency submitted our Fiscal Year 2025 budget request to the Department of Budget Management – Office of Budget Analysis and it was included in the Governor's budget submission. The Governor's budget was passed as follows:

Program	Allowance
Lottery	\$98,158,399
VLT General Fund	\$7,833,587
VLT Special Fund	\$13,271,691
Sports Wagering and Fantasy Gaming	\$4,113,084
Total	\$123,376,761

II. ACCOUNTING/FINANCE

- **Promotion Fund (Unclaimed Prizes)**

○ Beginning Balance as of August 31, 2024	\$12,720,255
○ Estimated increase in September, 2024	\$3,927,070
○ Estimated usage in September, 2024	<u>(\$2,232,043)</u>
○ Estimated Ending Balance as of September 30, 2024	\$14,415,282

III. FANTASY COMPETITION

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

QUARTER ENDING	AMOUNT COLLECTED FOR QUARTER
September 30, 2024	\$177,567.85
December 31, 2024	Not available yet
March 31, 2025	Not available yet
June 30, 2025	Not available yet
FY 2025 Total	Not available yet

IV. CUSTOMER RESOURCE CENTER

- **Claims:** Customers continue to make appointments to claim prizes using the scheduling page on mdlottery.com. Lottery winners without internet access can schedule appointments by phone. All Lottery retailers are authorized to cash winning tickets up to \$600; Expanded Cashing Authority (XCAP) retailers can cash tickets up to \$5,000; Winning tickets up to \$25,000 can be cashed without appointments at all Maryland casinos.

Data concerning the number and amount of winners' claims processed by the Lottery, the casinos, and XCAP retailers are noted below:

CLAIMS PROCESSED BY LOTTERY AND CASINOS – September, 2024				
LOCATION	COUNT	AMOUNT	YTD COUNT	YTD AMOUNT
Baltimore - HQ	1,019	\$6,194,607	3,073	\$22,616,116
Casinos	98	\$1,295,949	292	\$3,631,278

XCAP PROCESSING – September, 2024			
COUNT	AMOUNT	YTD COUNT	YTD AMOUNT
6,739	\$11,688,606	20,500	\$36,148,040

- **Subscriptions:** The Lottery’s Customer Resource Center is also responsible for processing subscriptions. Multi-Match®, Powerball®, and Cash4Life® subscriptions can be purchased for 13, 26, or 52 weeks. Mega Millions® subscriptions can be purchased for 13 weeks.

Data concerning subscriptions is noted below:

SUBSCRIPTIONS – September, 2024		
GAME	NUMBER PROCESSED FOR THE MONTH	NUMBER OF ACTIVE
Multi-Match®	198	1,316
Mega Millions®	427	2,643
Powerball®	319	1,913
Cash4Life®	63	332
TOTAL	1,007	6,204

- **Prize Interceptions:** The Lottery is required by statute to withhold any Child Support or Central Collections Unit (CCU) debts that winners of prizes over \$600 owe.

Data concerning prize interceptions is noted below:

PRIZE INTERCEPTIONS – September, 2024		
TYPE	INTERCEPTED THIS MONTH	INTERCEPTED FYTD
Child Support	\$15,984	\$20,039
Central Collections Unit	\$120,942	\$387,594

IV. **SPECIAL PROJECTS**

- In 2020, the Maryland General Assembly passed the [Built to Learn Act of 2020](#) authorizing the MSA to issue up to \$2.2 billion in debt for the construction of public school facilities throughout the state. The Built to Learn Act took effect pursuant to February 12, 2021 General Assembly override of Governor Hogan’s veto of 2020 Senate Bill 1000 / House Bill

1300, the Blueprint for Maryland's Future – Implementation. Because the capital improvements projects will be funded by gaming revenues, the Maryland Lottery & Gaming Control Agency is assisting the Maryland Stadium Authority in the Series 2024 debt service preparations. Note that we participated in the previous Built to Learn Revenue Bonds, Series 2021 and Built to Learn Revenue Bonds, Series 2022A financings. It is expected that the Series 2024 financing will close on October 30, 2024.

- The department's Special Projects Manager is a loaned executive for the 2024 Maryland Charity Campaign (MCC) which launched in October, 2024. This is the 4th year for this manager's participation. The campaign will end December 31, 2024. To raise awareness of this year's campaign, the Agency's MCC team has already had one fundraising event, "Grill and Chill." The goal is to exceed last year's collection amount.