

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: October 15, 2025

SUBJECT: Report for the October Commission Meeting

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

I. BUDGET

- FISCAL YEAR 2025 Final Expenditures (including accruals and encumbrances)**

Program	Expenditures
Lottery	\$103,238,898
VLT General Fund	8,645,342
VLT Special Fund	14,222,363
Sports Wagering and Fantasy Gaming	2,682,909
Total	\$128,789,512

- FISCAL YEAR 2026 Appropriation**

Program	Appropriation
Lottery	\$105,387,507
VLT General Fund	9,509,836
VLT Special Fund	13,684,335
Sports Wagering and Fantasy Gaming	3,874,584
Total	\$132,456,262

- FISCAL YEAR 2027 Budget Request**

The Agency has submitted the Fiscal Year 2027 budget request to the Department of Budget Management – Office of Budget Analysis for review.

II. ACCOUNTING/FINANCE

- Promotion Fund (Unclaimed Prizes)**

○ Beginning Balance as of August 30, 2025	\$7,017,078
○ Estimated increase in September, 2025	\$1,927,054
○ Estimated usage in September, 2025	(\$2,819,025)
○ Estimated Ending Balance as of September 30, 2025	<u>\$6,125,107</u>

III. FANTASY COMPETITION

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

QUARTER ENDING	AMOUNT COLLECTED FOR QUARTER
September 30, 2025	\$246,282.42
December 31, 2025	Not available yet
March 31, 2026	Not available yet
June 30, 2026	Not available yet
FY 2026 Total	\$246,282.42

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

CLAIMS PROCESSED BY LOTTERY AND CASINOS – September, 2025				
LOCATION	COUNT	AMOUNT	YTD COUNT	YTD AMOUNT
Baltimore - HQ	991	\$5,855,151	3,027	\$23,276,205
Casinos	115	\$1,337,166	423	\$5,146,913
XCAP PROCESSING – September, 2025				
COUNT	AMOUNT	YTD COUNT	YTD AMOUNT	
6,987	\$12,009,259	21,641	\$39,840,416	

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

Data concerning subscriptions is noted below:

SUBSCRIPTIONS – September, 2025		
GAME	NUMBER PROCESSED FOR THE MONTH	NUMBER OF ACTIVE
Multi-Match®	229	1,275
Mega Millions®	143	924
Powerball®	409	1,892
Cash4Life®	55	323
TOTAL	836	4,414

- **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, 2025		
TYPE	INTERCEPTED THIS MONTH	INTERCEPTED FYTD 2026
Child Support	\$12,201	\$44,217
Central Collections Unit	\$139,417	\$438,118

V. **SPECIAL PROJECTS**

In 2024, the legislature passed the HB 1524 Racing Facility Ownership and Construction - Racing Operations legislation. The legislation authorizes the MSA to issue \$400 million in bonds to demolish and reconstruct Pimlico and to build a new training facility at a site chosen by the Maryland Thoroughbred Racetrack Operating Authority (MTROA).

The Authority's Comprehensive Plan of Financing Plan of the Racing Facilities Capital Improvements – Pimlico, Series 2025 is expected to issue up to \$250 million of taxable revenue bonds. It was approved by the Authority's Board of Directors on October 7, 2025.

Because the capital improvements projects will be funded by lottery revenues, the Maryland Lottery & Gaming Control Agency is assisting the Maryland Stadium Authority in the debt service preparations. The department and other Agency personnel have been participating in the compilation and review of documents required for the bond offerings; assisting the credit rating agencies in the determination of the credit rating for this offering through presentation of various Lottery information to the rating agency personnel; and participating in the due diligence conducted by the Underwriter in connection with the issuance of the bond.