



August 12, 2022

TO: Business Administrators,
Los Angeles County School Districts,
Community College Districts, and
Charter Schools

FROM: Janelle de Leon, Manager
Business Advisory Services

SUBJECT: 2021-22 Fourth Quarter Accrual and 2022-23 Lottery Revenue Projections

The California Department of Education (CDE) has released the fourth quarter accrual for 2021-22, and the 2022-23 lottery revenue projections.

2021-22 FOURTH QUARTER ACCRUAL

Based on the updated lottery sales projection from the California State Lottery Commission (CSLC), the CDE estimates 2021-22 lottery revenues to be \$176.94 per unit of average daily attendance (ADA) for unrestricted and \$81.94 per ADA for restricted. The lottery apportionments from the first through the third quarter totaled \$149.70 per ADA unrestricted, and \$52.35 per ADA restricted. Therefore, the CDE recommends accruing the 2021-22 fourth quarter lottery revenues using \$27.24 per ADA unrestricted, and \$29.58 per ADA restricted. Amounts owed to the State for prior year adjustments will be offset against the apportionment and should be considered when booking the fourth quarter accrual. Amounts due are listed in the third quarter State Controller's Office (SCO) Master Register, under the Accounts Receivable Balance column, and are broken down by non-Proposition 20 and Proposition 20. The Master Register is not attached, but is available on the SCO's website at:

https://www.sco.ca.gov/ard_payments_lottery.html

2022-23 LOTTERY REVENUE PROJECTIONS

For 2022-23, the California State Lottery Commission (CSLC) projects lottery sales to reach \$8.54 billion, providing education with \$1.7 billion. The CDE projects this level of revenue would result in a total estimated 2022-23 lottery rate of \$237 per ADA (\$170 per ADA unrestricted, and \$67 per ADA restricted).

This bulletin and its attachment are available on the Los Angeles County Office of Education website at:

<https://www.lacoe.edu/Bulletins.aspx>

Use the "Search" box in the Bulletins section to locate a specific bulletin by number or keyword.

Please contact me at (562) 940-1645, or by e-mail at deLeon_Janelle@lacoe.edu

Approved:
Octavio Castelo, Director
Business Advisory Services

JD:vb

Attachment



Home / Finance & Grants / Allocations & Apportionments / Lottery

**California Department of Education
Official Letter**

July 8, 2022

Dear County and District Superintendents:

2021–22 Lottery Fourth Quarter Accrual 2022–23 Lottery Revenue Projections

The following Lottery accrual and revenue projections are offered for your information as you prepare year-end statements and update your budgets.

2021–22 Fourth Quarter Accrual

Based on the California State Lottery Commission's (CSLC) year-end projections for fiscal year 2021–22, the California Department of Education (CDE) estimates Lottery revenues to be \$176.94 per unit of average daily attendance (ADA) for non-Proposition 20 (unrestricted revenues) and \$81.94 per ADA for Proposition 20 revenues.

As of June 28, 2022, the total amounts apportioned through the third quarter are \$149.70321534 per ADA in non-Proposition 20 unrestricted revenues and \$52.35485858 per ADA in Proposition 20 revenues. The CDE recommends accruals for the fourth quarter to be \$27.24 per ADA for the unrestricted Lottery apportionment and \$29.58 per ADA for the Proposition 20 apportionment. In summary:

2021–22 Quarterly Apportionment	2021–22 Funding Rate Non-Prop 20	2021–22 Funding Rate Prop 20
1 st	\$70.738827528	\$0.000000000
2 nd	\$45.990495755	\$16.327851846
3 rd	\$32.973892059	\$36.027006731
4 th (Estimated)	\$27.236997015	\$29.582624900

Total (Estimated)	\$176.940212357	\$81.937483477
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If funds are owed to the state for prior year adjustments, these amounts will be offset against the apportionment and should be taken into consideration when booking the fourth quarter accrual. Amounts due are listed under the Accounts Receivable Balance column of the Master Register and are broken down by non-Proposition 20 and Proposition 20. The third quarter State Controller's Office (SCO) Master Register on the SCO's web page at https://www.sco.ca.gov/ard_payments_lottery.html provides information on amounts due.

2022–23 Lottery Revenue Projections

The CSLC is projecting total Lottery sales of \$8.54 billion for 2022–23 and estimates that this level of sales will result in \$1.7 billion for education. Based on these projections, the CDE estimates that the lottery will provide in total \$237 per ADA for 2022–23 which reflects \$170 per ADA in unrestricted lottery revenues and \$67 per ADA in Proposition 20 revenues.

2022–23 Estimated Funding Rate Non-Prop 20	2022–23 Estimated Funding Rate Prop 20	2022–23 Estimated Funding Rate Total
\$170.00	\$67.00	\$237.00

We will monitor actual sales each quarter and advise you of any changes to the projection. The CDE requests that county superintendents of schools inform LEAs immediately of this information.

If you have any questions regarding this subject, please contact the Categorical Allocations and Audit Resolution Office by email at CAAR@cde.ca.gov.

Sincerely,

Keith Smith, Education Fiscal Services Administrator
School Fiscal Services Division

KS:jkb

Last Reviewed: Sunday, July 10, 2022