



STATE OF ARKANSAS  
**Department of Finance  
and Administration**

**Exhibit D**  
**OFFICE OF THE ARKANSAS LOTTERY**

Post Office Box 3238  
Little Rock, Arkansas 72203-3238  
Phone: (501) 683-2000  
Fax: (501) 683-1878  
<http://myarkansaslottery.com>

November 1, 2021

The Honorable Ronald Caldwell, Co-Chair  
The Honorable Mathew Pitsch, Co-Chair  
Arkansas Legislative Council – Lottery Oversight Subcommittee  
One Capitol Mall, Room R-501  
Little Rock, AR 72201

RE: Annual Disclosure Report (A.C.A. §23-115-801(d)(3)).

Dear Senator Caldwell and Representative Pitsch:

On behalf of the Arkansas Department of Finance and Administration-Office of the Arkansas Lottery, pursuant to A.C.A. §23-115-801(d)(3), please accept the attached report for the current fiscal year, to date.

More specifically, the attached documents set forth reimbursable expenses for the current fiscal year which the Office of the Arkansas Lottery has heretofore remitted to the Arkansas Department of Higher Education (“ADHE”). The request for reimbursement by ADHE represents the costs associated with administering the scholarships awarded and funded with net proceeds raised by the Arkansas Scholarship Lottery.

Please note that the total amount requested by the ADHE, to date, is \$530,852.62.

I am available to answer any questions or requests for additional information.

Respectfully submitted,

J. Eric Hagler  
Executive Director

cc: Gov. Asa Hutchinson  
Cabinet Sec. Larry Walther



## Division of Higher Education

423 Main Street, Suite 400 • Little Rock, Arkansas • 72201-3818 • (501) 371-2000 • Fax (501) 371-2001

Johnny Key  
Secretary

Maria Markham, Ph.D.  
Director

September 28, 2021

Mr. Eric Hagler, Director  
Arkansas Scholarship Lottery  
P.O. Box 3238  
Little Rock, AR 72203-3238

Dear Mr. Hagler:

Pursuant A.C.A 23-115-801(d)(2)(B), I am requesting reimbursement in the amount of \$530,852.62 for the Arkansas Division of Higher Education FY 2021 reimbursable administrative direct costs associated with the scholarships awarded funded with the net proceeds of the Arkansas Scholarship Lottery. Please find attached a breakdown of these costs.

Upon receipt of the reimbursement, the funds will be deposited to the Higher Education Grants Fund. If you require additional information or have questions, please contact Nick Fuller at 501.371.2026.

Thanks you for your consideration in this matter.

Sincerely,

A handwritten signature in cursive script that reads "Maria Markham".

Maria Markham, Ph.D.  
Director

**Arkansas Division of Higher Education  
Academic Challenge Scholarship Administrative Expense  
Fiscal 2021 Expenses**

Regular Salaries	\$	292,090.12
Personal Services Matching	\$	67,428.62
Operating Expense	\$	171,333.88
Professional Fees	\$	-
Capital Outlay	\$	-
<b>Total</b>		<b>\$530,852.62</b>

### FY21 Expense Detail

Ledger Code	Description	Expense
	50100000 Regular Salaries	\$ 292,090.12
5010001000	00 Regular Salaries	\$ 292,090.12
	50100003 Personal Services Matching	\$ 67,428.62
5010005000	03 FICA & Medic Exp	\$ 20,352.28
5010007000	03 Retirement Exp	\$ 44,576.06
5010008000	03 Unemploy Comp Exp	\$ 414.81
5010010000	03 WORKERS COMPENSATION PREMIUM TAX	\$ 88.58
5010006500	Agency Cost of ARCAP	\$ 1,996.89
	50200002 Operating Expenses	\$ 171,333.88
5020004200	Internet Serv-Tech	\$ 41,430.00
5030017000	Software Maintenance	\$ 128,688.70
5050017000	02 Conf Seminar Fees	\$ 1,025.00
5020002000	Telecomm Wired	\$ 190.18
	50600010 Professional Fees	\$
	51200011 Capital Outlay	\$