



February 2, 2026

The Honorable Abigail Spanberger
 Governor
 Commonwealth of Virginia
 Patrick Henry Building, 3rd floor
 1111 E. Broad Street
 Richmond, VA 23219

Re: December 2025 Lottery Results

Dear Governor Spanberger:

I am very pleased to provide our report of monthly activities and financial update for the month of December 2025, as required in §58.1-4006 of the *Code of Virginia*. Also with this month's reporting, I am providing activity compared to the forecasted Lottery profit transfers as included in HB29/SB29 for fiscal year 2026.

December Monthly Update:

	Monthly Actuals Dec FY26	% of Total	Monthly Actuals Dec FY25	Current Month FY26 vs FY25		Monthly Forecast Dec FY26	Current Month Actuals vs Forecast	
				\$ Change	% Change		\$ Change	% Change
Sales								
Scratchers	\$ 112,096,230	18.3%	\$ 123,865,827	\$ (11,769,597)	-9.5%	\$ 123,895,405	\$ (11,799,175)	-9.5%
Draw Games	\$ 132,235,184	21.6%	\$ 111,703,080	\$ 20,532,104	18.4%	\$ 111,823,476	\$ 20,411,708	18.3%
iLottery Instant	\$ 368,272,376	60.1%	\$ 274,244,140	\$ 94,028,236	34.3%	\$ 340,228,575	\$ 28,043,801	8.2%
Total	\$ 612,603,790	100.0%	\$ 509,813,047	\$ 102,790,743	20.2%	\$ 575,947,456	\$ 36,656,334	6.4%
Prize Expense				FY26 Rates	FY25 Rates		Forecast Rates	
Scratchers	\$ 82,672,669	17.3%	\$ 91,158,291	73.8%	73.6%	\$ 91,682,600	74.0%	
Draw Games	\$ 66,345,669	13.9%	\$ 50,125,938	50.2%	44.9%	\$ 55,800,746	49.9%	
iLottery Instant	\$ 329,163,234	68.8%	\$ 247,960,908	89.4%	90.4%	\$ 305,355,146	89.7%	
Total	\$ 478,181,572	100.0%	\$ 389,245,137	78.1%	76.4%	\$ 452,838,492	78.6%	
Retailer Earnings	\$ 12,413,982		\$ 11,745,006	5.6%	5.3%	\$ 12,987,094	5.7%	
Admin Expenses	\$ 20,905,324		\$ 18,334,073	3.4%	3.6%	\$ 23,900,908	4.1%	
Other Income	\$ 1,763,670		\$ 1,772,505			\$ 750,000		
Profits	\$ 102,866,582		\$ 92,261,336	\$ 10,605,246	11.5%	\$ 86,970,962	\$ 15,895,620	18.3%

Fiscal Year-to-Date Update:

	YTD FY26	% of Total	YTD FY25	Year to Date		Forecast FY26	Year to Date	
	Dec		Dec	FY26 vs FY25		YTD Dec	FY26 vs FY25 Forecast	
Sales				<u>\$ Change</u>	<u>% Change</u>		<u>\$ Change</u>	<u>% Change</u>
Scratchers	\$ 610,061,470	18.7%	\$ 665,197,002	\$ (55,135,532)	-8.3%	\$ 635,043,253	\$ (24,981,783)	-3.9%
Draw Games	\$ 673,070,626	20.6%	\$ 582,330,538	\$ 90,740,088	15.6%	\$ 647,953,651	\$ 25,116,975	3.9%
iLottery Instant	\$ 1,979,322,230	60.7%	\$ 1,511,292,354	\$ 468,029,876	31.0%	\$ 1,944,248,286	\$ 35,073,944	1.8%
Total	\$ 3,262,454,326	100.0%	\$ 2,758,819,894	\$ 503,634,432	18.3%	\$ 3,227,245,190	\$ 35,209,136	1.1%
Prize Expense				<u>FY26 Rates</u>	<u>FY25 Rates</u>		<u>Forecast Rates</u>	
Scratchers	\$ 448,997,988	17.3%	\$ 488,179,637	73.6%	73.4%	\$ 468,827,171	73.8%	
Draw Games	\$ 368,618,360	14.2%	\$ 286,325,758	54.8%	49.2%	\$ 357,368,958	55.2%	
iLottery Instant	\$ 1,772,415,843	68.4%	\$ 1,354,604,811	89.5%	89.6%	\$ 1,729,542,508	89.0%	
Total	\$ 2,590,032,191	100.0%	\$ 2,129,110,206	79.4%	77.2%	\$ 2,555,738,637	79.2%	
<u>Retailer Earnings</u>	\$ 67,559,761		\$ 67,122,359	5.7%	5.7%	\$ 70,156,935	5.7%	
<u>Admin Expenses</u>	\$ 126,407,802		\$ 108,458,238	3.9%	3.9%	\$ 142,027,804	4.4%	
<u>Other Income</u>	\$ 6,526,483		\$ 6,712,631			\$ 4,500,000		
Profits	<u>\$ 484,981,055</u>		<u>\$ 460,841,722</u>	<u>\$ 24,139,333</u>	<u>5.2%</u>	<u>\$ 463,821,814</u>	<u>\$ 21,159,241</u>	<u>4.6%</u>

Sales Highlights

December sales rose 20.2% year-over-year, driven by a 34.3% increase in iLottery sales and a \$1.8 billion Powerball jackpot run that boosted draw game sales by 18.4%. Year-to-date sales are now up 1.1% over forecast.

Profit Highlights

In December, the Virginia Lottery achieved record profits of nearly \$103 million, marking the first time monthly profits have exceeded \$100 million in the agency's history. This figure reflects an 11.5% increase over the previous December and surpasses the month's projections by 18.3%. Year-to-date profits have reached almost \$485 million, setting an all-time record for a first half of a fiscal year and exceeding forecasts by \$21.2 million due to strong holiday sales, multi-state jackpots, and low administrative costs. Retailer earnings of sales from commissions and incentives average 5.7% year-to-date, including cashing bonuses for the high volume of prizes won and redeemed at Lottery retailers.

Virginia's annual New Year's Millionaire Raffle sold out on Sunday, December 28, giving 625,000 ticket holders a chance to win one of five \$1 million prizes and hundreds of other prizes. The drawing took place on New Year's Day, and the top-prize winning tickets were sold in Burke, Bealeton, Madison, Alexandria and Hopewell.

Other Highlights

At a special meeting held on Wednesday, January 14, the Lottery Board unanimously voted to issue a casino facility operator's license to PPE Casino Resorts Petersburg, LLC, making it the fifth approved casino in Virginia. I commend the Lottery's Legal and Gaming and Licensing teams for the thorough review and assessment of all application materials, demonstrating a continued commitment to ensuring fair and responsible gaming.

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As the 2026 General Assembly considers a number of legislative proposals which could affect the future of gaming in Virginia, we will continue working cooperatively with lawmakers, staff and members of the Administration. We remain eager to work through challenges and embrace opportunities related to gaming and the overall economic benefits to the Commonwealth.

For more than 37 years, the Virginia Lottery has established a strong foundation built on five core values: Integrity, Innovation, Collaboration, Empowerment and Customer Focus. As the Administration embarks on its first year, we look forward to engaging with you in all that we do to further the Lottery's strategic vision of responsibly creating and regulating games, experiences and fun to benefit K-12 public schools and other Virginia initiatives.

Please let me know if you have any questions, or if you would like more information.

Respectfully,

A handwritten signature in black ink, appearing to read "Khalid R. Jones". The signature is fluid and cursive, with the first name "Khalid" being more prominent.

Khalid R. Jones

c: The Honorable L. Louise Lucas, Chairwoman, Senate Finance & Appropriations Committee
The Honorable Luke E. Torian, Chairman, House Appropriations Committee
The Honorable Vivian E. Watts, Chairwoman, House Finance Committee
The Honorable Bonnie Krenz-Schnurman, Chief of Staff, Office of the Governor
The Honorable Mark D. Sickles, Secretary of Finance
Michael Maul, Director, Department of Planning & Budget
Sharon Lawrence, State Comptroller
April Kees, Director, Senate Finance & Appropriations Committee
Anne E. Oman, Staff Director, House Appropriations Committee
Ferhan Hamid, Chairman, Virginia Lottery Board