



INTEROFFICE MEMO

Gary Grief, Executive Director

Alfonso D. Royal III, Charitable Bingo Operations Director

To: J. Winston Krause, Chairman
Carmen Arrieta-Candelaria, Commissioner
Peggy A. Heeg, Commissioner
Doug Lowe, Commissioner
Robert Rivera, Commissioner

From: Kathy Pyka, Controller *KP*

Date: July 24, 2017

Re: Transfers to the State and the Agency's Budget Status

The following documents are provided for your information:

- I. Transfers to the Foundation School Fund, Texas Veterans Commission, and the allocation of unclaimed prizes for fiscal year 2017 transferred as of June 30, 2017
- II. Agency Budget Status

Transfers to the State

Total accrued basis revenue transfers to the State for the ten-month period ending June 30, 2017 amounted to \$1.050 billion. Of the total amount transferred to the State from sales, \$984.6 million was transferred to the Foundation School Fund; \$12.9 million was transferred to the Texas Veterans Commission with the remaining balance of \$52.9 million transferred from unclaimed prizes. The amount transferred to the Foundation School Fund from sales represents an 8.1% decrease, or \$87.2 million, under the total amount transferred in fiscal year 2016. To date, cumulative accrued revenue transfers to the Foundation School Fund are \$20.7 billion.

Agency Budget Status

The FY 2017 Method of Financing budget summary as of May 31, 2017 is attached for your information. The Commission's Lottery Account budget for FY 2017 is \$237.1 million. Of this amount 89.7% was expended and encumbered through the end of the third quarter. The Bingo Operations budget, funded by General Revenue, is \$15.4 million with 82.4% expended and encumbered through the end of the third quarter.

Please feel free to contact me at 512-344-5410 if you need additional information or have any questions.

Texas Lottery Commission							
Fiscal Year Detail of Accrued Revenue Transfers and Allocations to the State of Texas							
As of July 10, 2017							
Fiscal Year	Foundation School Fund	Texas Veteran's Commission	General Revenue	Multi-categorical Teaching Hospital Account	Other Beneficiaries*	Total Accrued Revenue Transfers	
FY 1992	\$	\$	249,978,109	\$	\$	249,978,109	\$
FY 1993			656,844,512			656,844,512	
FY 1994			927,684,072			927,684,072	
FY 1995			1,015,037,492			1,015,037,492	
FY 1996			1,098,323,023			1,098,323,023	
FY 1997	174,237,106		1,008,543,523			1,182,780,629	
FY 1998	1,097,795,590					1,097,795,590	
FY 1999	953,370,758					953,370,758	
FY 2000	827,328,229			35,517,171		862,845,399	
FY 2001	825,059,846			4,482,829	34,456,232	863,998,907	
FY 2002	859,263,426			40,000,000	29,618,383	928,881,809	
FY 2003	882,094,795				66,993,269	949,088,064	
FY 2004	1,009,447,487		19,465,000	10,782,342	11,334,095	1,051,028,924	
FY 2005	1,009,538,729		22,880,577	9,217,658	28,665,905	1,070,302,869	
FY 2006	1,036,110,469		44,222,589	10,000,000		1,090,333,058	
FY 2007	1,034,072,617		48,947,388	10,000,000		1,093,020,005	
FY 2008	980,744,256		44,134,747	10,000,000		1,034,879,002	
FY 2009	999,421,562		52,732,496	10,000,000		1,062,154,058	
FY 2010	989,139,753	7,553,334	56,591,791	10,000,000		1,063,084,879	
FY 2011	961,885,417	8,648,112	43,249,367	10,000,000		1,023,782,895	
FY 2012	1,099,034,712	5,306,574	45,431,754	5,750,000		1,155,523,040	
FY 2013	1,148,515,795	6,178,158	53,657,834	5,750,000		1,214,101,786	
FY 2014	1,203,771,931	11,539,037		5,411,953		1,220,722,920	
FY 2015	1,225,175,057	13,128,754		4,397,812		1,242,701,623	
FY 2016	1,372,719,992	14,680,974		4,904,883		1,392,305,849	
FY 2017**	1,031,272,365	14,235,839		4,904,882		1,050,413,086	
Cumulative Transfers	\$ 20,719,999,890	\$ 81,070,781	\$ 5,387,724,273	\$ 191,119,530	\$ 171,067,884	\$ 26,550,982,359	

*Includes HHSC Graduate Medical Education and Tertiary Care

**As of June 2017 revenue transfer

Source: with the exception of FY 2017, Audited Financial Statements

Texas Lottery Commission						
Unaudited Monthly Detail of Revenue Transfers and Allocations to the State of Texas						
FY 2017 Accrued		Foundation School Fund	Texas Veterans Commission	Unclaimed Prizes	Total Accrued Revenue Transfers	Reserve For Administration Expenditures
Revenue Transfers	Transfer Date*					
Transfer Period	Transfer Date*	Foundation School Fund	Texas Veterans Commission	Unclaimed Prizes	Total Accrued Revenue Transfers	Reserve For Administration Expenditures
September-16	10/11/16	82,502,877	1,935,383	-	84,438,260	25,773,675
October-16	11/04/16	82,849,991	1,905,842	-	84,755,833	27,257,608
November-16	12/07/16	88,495,812	1,940,960	13,419,253	103,856,024	27,951,437
December-16	01/05/17	85,883,918	1,701,838	-	87,585,756	29,691,249
January-17	02/08/17	91,066,353	1,029,692	-	92,096,044	28,617,465
February-17	03/09/17	96,036,044	1,181,592	20,849,357	118,066,993	29,126,026
March-17	04/05/17	103,613,546	828,800	-	104,442,346	32,607,184
April-17	05/05/17	104,351,732	505,739	-	104,857,471	16,363,600
May-17	06/08/17	128,170,000	906,232	18,617,428	147,693,660	-
June-17	07/10/17	121,619,018	1,001,680	-	122,620,698	2,902,458
Total FY 2017		984,589,290	12,937,758	52,886,038	1,050,413,086	220,290,702

FY 2017 Reserve for Administration 220,290,702

Quarterly Detail of Unclaimed Prizes Transferred to the State of Texas				
FY 2017 Accrued		Foundation School Fund	Texas Veterans Commission	Total Accrued Revenue Transfers
Revenue Transfers	Transfer Date			
Transfer Period	Transfer Date	Foundation School Fund	Texas Veterans Commission	Total Accrued Revenue Transfers
November-16	12/07/16	7,907,009	607,362	13,419,253
February-17	03/09/17	20,605,412	243,945	20,849,357
May-17	06/08/17	18,170,655	446,773	18,617,428
Total FY 2017		46,683,075	1,298,080	52,886,038

* Current month transfers to Foundation School Fund and Texas Veterans Commission are due by 15th of each month.

TEXAS LOTTERY COMMISSION
Unaudited Transfer Calculation for Fund 5025
For the Period June 30, 2017

Sales Revenue	June Final	Year-to-Date	% Sales by Game
Scratch Tickets	331,427,576.00	3,293,826,671.00	78.95%
Lotto Texas	8,739,172.00	93,985,433.00	2.25%
Lotto Texas Extra	1,795,910.00	18,537,361.00	0.44%
Pick 3	20,874,818.00	209,566,110.50	5.02%
Pick 3- Sum It Up	408,556.00	4,010,312.00	0.10%
Cash Five	3,544,296.00	36,573,782.00	0.88%
Texas Two-Step	3,926,027.00	45,226,433.00	1.08%
Mega Millions	11,767,281.00	95,464,365.00	2.29%
Megaplier	3,185,256.00	26,066,509.00	0.62%
Daily 4	8,298,378.50	79,827,509.00	1.91%
Daily 4 - Sum It Up	436,596.00	4,279,069.50	0.10%
Powerball	24,750,867.00	199,920,418.00	4.79%
Power Play	3,421,523.00	28,221,125.00	0.68%
All or Nothing	2,439,236.00	24,243,290.00	0.58%
Texas Triple Chance	1,113,756.00	12,302,570.00	0.29%
Sub-total Sales Revenue	426,129,248.50	4,172,050,958.00	100.00%
Retailer Fees	33,215.00	299,875.00	
Total Sales Revenue	426,162,463.50	4,172,350,833.00	
Prize Expenses			Prize Expenses as % of Revenue
Scratch Tickets	231,762,986.92	2,300,964,234.70	69.86%
Lotto Texas	4,370,784.01	47,094,619.98	50.11%
Lotto Texas Extra	890,876.00	9,736,546.00	52.52%
Pick 3	11,012,930.00	101,984,890.00	48.66%
Pick 3- Sum It Up	203,574.00	1,804,111.00	44.99%
Cash Five	1,772,148.00	18,286,891.00	50.00%
Texas Two-Step	2,082,485.55	23,096,375.05	51.07%
Mega Millions	6,076,661.73	48,783,146.79	51.10%
Megaplier	1,609,348.00	13,050,815.50	50.07%
Daily 4	3,540,725.00	43,718,675.00	54.77%
Daily 4 - Sum It Up	179,641.00	3,291,755.00	76.93%
Powerball	12,018,872.00	99,591,575.00	49.82%
Power Play	1,659,011.50	14,056,970.00	49.81%
All or Nothing	1,428,254.00	13,613,826.00	56.16%
Texas Triple Chance	719,995.00	6,810,749.00	55.36%
Sub-total Prize Expenses	279,328,292.71	2,745,885,180.02	65.82%
Less:			
Unclaimed Prizes - Transferred in FY17	-	(52,886,037.62)	
Unclaimed Prizes - Prior Month(s) Accrual*	-	-	
Unclaimed Prizes - Current Month Accrual	(3,435,733.93)	(3,435,733.93)	
Sub-total Unclaimed Prizes	(3,435,733.93)	(56,321,771.55)	
Sub-total Prize Expenses as Adjusted for Unclaimed Prizes	275,892,558.78	2,689,563,408.47	64.46%
Retailer Commissions	21,311,014.68	208,647,902.48	5.00%
Total Expenses	297,203,573.46	2,898,211,310.95	
Amount Available to Transfer	128,958,890.04	1,274,139,522.05	

	June Final	Year-to-Date
Amount Available to Transfer	128,958,890.04	1,274,139,522.05
Less:		
Total AY17 Foundation School Fund		
Transfers to Date		(862,970,271.91)
Total AY17 Texas Veterans Commission		
Transfers to Date		(11,936,078.44)
Unclaimed Prizes - Transferred in FY17	-	(52,886,037.62)
Unclaimed Prizes - Prior Month(s) Accrual*	-	-
Unclaimed Prizes - Current Month Accrual	(3,435,733.93)	(3,435,733.93)
Sub-total Unclaimed Prizes	(3,435,733.93)	(56,321,771.55)
FY17 Administrative Expenses Allocation through 6/30/17	(2,902,457.96)	(220,290,702.00)
Current Month Amount Available to Transfer	122,620,698.15	122,620,698.15
Current Month Transfer to Texas Veterans Commission	1,001,680.05	1,001,680.05
Current Month Transfer to Foundation School Fund	121,619,018.10	121,619,018.10
Total Transferred for Current Month	122,620,698.15	122,620,698.15

*Unclaimed Prizes are transferred on a quarterly basis

*Totals may not sum due to rounding



Texas Lottery Commission Summary Financial Information

(Audited unless otherwise noted)

	FY92	FY93	FY94	FY95	FY96	FY97	FY98	FY99	FY00
SALES:									
Total Sales	\$591,570,852	\$1,856,090,753	\$2,760,217,110	\$3,036,517,308	\$3,432,309,408	\$3,745,469,123	\$3,090,031,624	\$2,571,599,617	\$2,657,290,483
EXPENSE:									
Total Prize Expense	\$268,869,533	\$981,698,406	\$1,528,691,259	\$1,689,345,205	\$1,951,060,296	\$2,151,737,003	\$1,648,106,270	\$1,329,014,108	\$1,508,849,679
Prize Payout Percentage	45.5%	52.9%	55.4%	55.6%	56.8%	57.4%	53.3%	51.7%	56.8%
Commissions	\$29,578,543	\$92,815,046	\$138,011,596	\$151,845,090	\$171,719,838	\$187,394,765	\$154,581,140	\$128,827,796	\$133,000,980
Retailer Payments	-	\$4,282,752	\$6,107,225	\$6,942,860	\$5,429,790	\$6,019,956	\$4,482,957	\$4,390,015	\$4,390,015
Administrative Expenses	\$45,116,542	\$124,873,791	\$166,644,017	\$188,383,295	\$217,499,396	\$236,216,507	\$198,286,932	\$169,307,159	\$172,193,140
UNCLAIMED PRIZES:									
Unclaimed Prizes Transferred to State	-	-	-	\$2,647,094	\$7,284,316	\$2,982,148	-	\$9,688,000	\$35,517,171
ACCRUED TRANSFERS:									
To General Revenue Fund	\$249,978,109	\$656,844,512	\$927,684,072	\$1,015,037,492	\$1,098,323,023	\$1,008,543,523	-	-	\$35,517,171
To Multicategorical Teaching Hospital Account	-	-	-	-	-	-	-	-	-
To Tertiary Care Facility Account	-	-	-	-	-	-	-	-	-
To HHSC Graduate Medical Program	-	-	-	-	-	-	-	-	-
To Foundation School Fund	-	-	-	-	-	\$174,237,106	\$1,097,795,590	\$953,370,758	\$827,328,229
To Texas Veterans Commission	-	-	-	-	-	-	-	-	-
Total Accrued Transfers to State	\$249,978,109	\$656,844,512	\$927,684,072	\$1,015,037,492	\$1,098,323,023	\$1,182,780,629	\$1,097,795,590	\$953,370,758	\$862,845,399
SALES:									
Total Sales	\$2,825,298,062	\$2,966,262,259	\$3,130,692,602	\$3,487,924,570	\$3,662,462,838	\$3,774,685,562	\$3,774,178,802	\$3,671,477,953	\$3,720,113,711
EXPENSE:									
Total Prize Expense	\$1,643,183,197	\$1,715,355,958	\$1,845,198,257	\$2,068,643,667	\$2,228,000,419	\$2,310,561,488	\$2,315,304,967	\$2,281,125,261	\$2,299,752,567
Prize Payout Percentage	58.2%	57.8%	58.9%	59.3%	60.8%	61.2%	61.3%	62.1%	61.8%
Commissions	\$141,299,672	\$148,359,044	\$156,554,911	\$174,413,287	\$183,176,006	\$188,818,621	\$188,751,041	\$183,771,055	\$186,145,362
Retailer Payments	\$5,048,075	\$4,172,483	\$2,143,103	\$4,286,558	\$2,804,521	\$4,423,161	\$1,953,223	\$1,926,785	\$1,926,785
Administrative Expenses	\$172,823,281	\$166,748,438	\$158,329,321	\$180,818,463	\$178,795,994	\$184,901,385	\$182,731,292	\$167,594,360	\$192,447,630
UNCLAIMED PRIZES:									
Unclaimed Prizes Transferred to State	\$38,939,061	\$69,618,383	\$66,993,269	\$41,581,437	\$60,764,140	\$54,222,589	\$58,947,388	\$54,134,747	\$62,732,496
ACCRUED TRANSFERS:									
To General Revenue Fund	-	-	-	\$19,465,000	\$22,880,577	\$44,222,589	\$48,947,388	\$44,134,747	\$52,732,496
To Multicategorical Teaching Hospital Account	\$4,482,829	\$40,000,000	-	\$10,782,342	\$9,217,658	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000
To Tertiary Care Facility Account	\$34,456,232	\$29,618,383	\$66,993,269	-	-	-	-	-	-
To HHSC Graduate Medical Program	-	-	-	-	-	-	-	-	-
To Foundation School Fund	\$825,059,846	\$859,263,426	\$882,094,795	\$1,009,447,487	\$1,009,538,729	\$1,036,110,469	\$1,034,072,617	\$980,744,256	\$999,421,562
To Texas Veterans Commission	-	-	-	-	-	-	-	-	-
Total Accrued Transfers to State	\$863,998,907	\$928,881,809	\$949,088,064	\$1,051,028,924	\$1,070,302,869	\$1,090,333,058	\$1,093,020,005	\$1,034,879,002	\$1,062,154,058
SALES:									
Total Sales	\$3,738,369,487	\$3,811,270,135	\$4,190,815,913	\$4,376,286,456	\$4,384,597,063	\$4,529,700,425	\$5,067,517,923	\$4,172,050,958	\$5,383,726,943
EXPENSE:									
Total Prize Expense	\$2,300,182,561	\$2,387,243,785	\$2,632,624,266	\$2,767,359,068	\$2,741,184,820	\$2,858,319,409	\$3,186,430,316	2,745,885,180	\$53,383,726,943
Prize Payout Percentage	61.5%	62.6%	62.8%	63.2%	62.5%	63.1%	62.9%	65.8%	60.0%
Commissions	\$187,302,974	\$190,808,232	\$209,816,328	\$218,892,925	\$219,540,166	\$226,667,064	\$253,512,424	\$208,647,902	\$4,454,251,808
Retailer Payments	\$8,857,990	\$21,424,731	\$16,061,583	\$17,940,232	\$17,959,225	\$21,897,293	\$19,793,946	\$14,418,155	\$211,969,654
Administrative Expenses	\$185,283,677	\$184,320,962	\$169,440,523	\$181,966,473	\$185,435,445	\$189,334,443	\$206,170,765	\$162,738,805	\$4,568,402,037
UNCLAIMED PRIZES:									
Unclaimed Prizes Transferred to State	\$66,591,791	\$53,775,634	\$51,743,502	\$59,870,140	\$78,324,661	\$76,225,020	\$83,552,791	\$52,886,038	\$1,089,021,816
ACCRUED TRANSFERS:									
To General Revenue Fund	\$56,591,791	\$43,249,367	\$45,431,754	\$53,657,834	-	-	-	-	\$5,387,724,273
To Multicategorical Teaching Hospital Account	\$10,000,000	\$10,000,000	\$5,750,000	\$5,750,000	\$5,411,953	\$4,397,812	\$4,904,883	\$4,904,882	\$19,119,530
To Tertiary Care Facility Account	-	-	-	-	-	-	-	-	\$13,107,884
To HHSC Graduate Medical Program	-	-	-	-	-	-	-	-	\$40,000,000
To Foundation School Fund	\$989,139,753	\$961,885,417	\$1,099,034,712	\$1,148,515,795	\$1,203,771,931	\$1,225,175,057	\$1,372,719,992	\$1,031,272,365 (1)	\$20,719,999,890
To Texas Veterans Commission	\$7,353,334	\$8,648,112	\$5,306,574	\$6,178,158	\$11,539,037	\$13,128,754	\$14,680,974	\$14,235,839 (1)	\$81,070,781
Total Accrued Transfers to State	\$1,063,084,879	\$1,023,782,895	\$1,155,523,040	\$1,214,101,786	\$1,220,722,920	\$1,242,701,623	\$1,392,305,849	\$1,050,413,086	\$26,550,982,359

(1) Includes transfers from sales and unclaimed prizes

* Through June, 2017



Texas Lottery Commission
Annual Budget Report By Strategy
Fiscal Year 2017
From 9/1/2016 Through 5/31/2017
(In Millions)

Fund 5025 - Lottery Dedicated Account						
Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/Encumbered
A.1.1	Lottery Operations	\$ 7.33	\$ 5.42	\$ 1.65	\$ 0.26	96.4%
A.1.2	Lottery Field Operations	2.75	1.99	0.66	0.11	96.1%
A.1.3	Marketing and Promotion	7.07	3.91	2.43	0.75	89.6%
A.1.4	Security	5.45	3.52	1.77	0.16	97.1%
A.1.5	Central Administration	12.47	8.44	3.31	0.72	94.2%
A.1.6	Lottery Operator Contract	97.45	76.05	20.26	1.14	98.8%
A.1.7	Instant Ticket Production Contract	36.83	23.56	12.13	1.14	96.9%
A.1.8	Mass Media Advertising Contract	32.00	15.31	14.94	1.75	94.5%
A.1.9	Drawing and Broadcast Contract	2.64	1.75	0.88	0.00	99.9%
A.1.10	Market Research Contract	0.44	0.21	0.08	0.14	67.6%
A.1.11	Retailer Bonus	4.20	1.44	-	2.76	34.4%
A.1.12	Retailer Commissions	28.51	12.96	-	15.54	45.5%
Total Fund 5025 - Lottery Dedicated Account		\$ 237.13	\$ 154.58	\$ 58.11	\$ 24.47	89.7%

Reconciliation to General Appropriations Act:

Article IX, Section 8.02, Third Party Reimbursements	(0.46)
Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)	0.20
Article IX, Section 18.02, Salary Increase (2016-17 GAA)	(0.39)
Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)	0.10
Rider 11, Appropriation of Increased Revenues	(9.93)
Rider 9b, Retailer Commissions	(6.46)
Unbudgeted Appropriation Authority	-
Total Fund 5025, General Appropriations Act	\$ 220.20

Fund 0001 - General Revenue Fund						
Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/Encumbered
B.1.1	Bingo Licensing	\$ 0.80	\$ 0.52	\$ 0.22	\$ 0.05	93.5%
B.1.2	Bingo Education and Development	0.09	0.06	0.02	0.00	94.6%
B.1.3	Bingo Law Compliance Field Oper.	1.52	0.89	0.38	0.26	83.2%
B.1.4	Bingo Prize Fee Collection & Acct.	0.31	0.20	0.08	0.03	89.5%
B.1.4	Bingo Prize Fee Allocation	12.64	10.28	-	2.36	81.3%
Total Fund 0001 - General Revenue Fund		\$ 15.36	\$ 11.96	\$ 0.70	\$ 2.70	82.4%

Reconciliation to General Appropriations Act:

Rider 8, Local Bingo Prize Fee (2016-17 GAA)	(12.64)
Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)	0.02
Article IX, Section 18.02, Salary Increase (2016-17 GAA)	(0.04)
Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)	0.01
Unbudgeted Appropriation Authority	0.05
Total Fund 0001, General Appropriations Act	\$ 2.77

Totals may not sum due to rounding.

TEXAS LOTTERY COMMISSION
FY 2017 METHOD OF FINANCING SUMMARY
 From 9/1/2016 Through 5/31/17

LOTTERY-FUND 5025

FY 2017 Original Appropriation	\$ 220,196,185
Add: Article IX, Section 8.02, Third Party Reimbursements	457,472
Article IX, Section 18.02, Salary Increase (2016-17 GAA)	393,557
Rider 11, Appn of Increased Revenues	9,927,154
Rider 9b, Retailer Commissions	6,457,278
Less: Unbudgeted Appropriation Authority	-
Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)	(199,360)
Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)	(99,680)

FY 2017 Adjusted Appropriation	\$ 237,132,606
YTD Expenditures/Encumbrances	(212,682,985)
Remaining Budget	\$ 24,449,620

% of Total Budget Expended/Encumbered 89.7%

BINGO-FUND 0001

FY 2017 Original Appropriation	\$ 2,772,945
Add: Rider 8, Local Bingo Prize Fee (2016-17 GAA)	12,635,500
Article IX, Section 18.02, Salary Increase (2016-17 GAA)	38,056
Less: Unbudgeted Appropriation Authority	(52,187)
Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)	(23,561)
Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)	(11,781)

FY 2017 Adjusted Appropriation	\$ 15,358,972
YTD Expenditures/Encumbrances	(12,656,624)
Remaining Budget	\$ 2,702,348

% of Total Budget Expended/Encumbered 82.4%

Texas Lottery Commission
 Encumbrance Budget Report - Annual Budget Report-Strategy
 FY 2017
 From 9/1/2016 Through 5/31/2017

Fund 5025 - Lottery Dedicated Account

Account Code	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
A.1.1	Lottery Operations	7,329,161.69	5,421,249.38	1,645,872.08	262,040.23	96.42%
A.1.2	Lottery Field Operations	2,753,378.28	1,986,670.14	659,861.79	106,846.35	96.12%
A.1.3	Marketing and Promotion	7,071,095.78	3,911,370.51	2,427,627.29	749,747.57	89.65%
A.1.4	Security	5,449,608.76	3,519,042.25	1,774,017.85	156,548.66	97.13%
A.1.5	Central Administration	12,468,577.56	8,437,262.96	3,311,135.31	720,179.29	94.22%
A.1.6	Lottery Operator Contract	97,448,281.00	76,054,089.32	20,256,717.07	1,137,474.61	98.83%
A.1.7	Instant Ticket Production Contract	36,829,611.61	23,561,285.87	12,125,357.77	1,142,967.97	96.90%
A.1.8	Mass Media Advertising Contracts	32,000,000.00	15,311,389.76	14,943,030.69	1,745,579.55	94.55%
A.1.9	Drawing and Broadcast Contract	2,635,178.00	1,754,785.28	878,392.72	2,000.00	99.92%
A.1.10	Market Research Contract	442,315.00	214,500.00	84,415.00	143,400.00	67.58%
A.1.11	Retailer Bonus	4,200,000.00	1,442,937.18	0.00	2,757,062.82	34.36%
A.1.12	Retailer Commissions	28,505,398.00	12,961,975.00	0.00	15,543,423.00	45.47%
	Total 5025 - Texas Lottery Dedicated Account	237,132,605.68	154,576,557.65	58,106,427.57	24,449,620.46	89.69%

Texas Lottery Commission
 Encumbrance Budget Report - Annual Budget Report-Strategy
 FY 2017
 From 9/1/2016 Through 5/31/2017

0001 - General Revenue Fund

Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
B.1.1	Bingo Licensing	797,899.02	522,801.28	222,889.78	52,207.96	93.46%
B.1.2	Bingo Education and Development	89,515.98	62,336.27	22,347.09	4,832.62	94.60%
B.1.3	Bingo Law Compliance Field Oper	1,523,735.98	888,843.66	379,068.36	255,823.96	83.21%
B.1.4	Bingo Prize Fee Collection & Accting	312,321.49	202,582.09	77,061.39	32,678.01	89.54%
B.1.4	Bingo Prize Fee Allocation	12,635,500.00	10,278,693.68	0.00	2,356,806.32	81.35%
	Total Fund 0001 - General Revenue Fund	<u>15,358,972.47</u>	<u>11,955,256.98</u>	<u>701,366.62</u>	<u>2,702,348.87</u>	<u>82.41%</u>

Texas Lottery Commission
 Quarterly Budget Report
 Fiscal Year 2017
 From 9/1/2016 Through 5/31/2017

Fund 5025 - Lottery Dedicated Account

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 19,497,365	\$ 14,058,004	\$ 5,005,588	\$ 433,772	97.8%
6003	Longevity Pay	416,380	294,800	107,340	14,240	96.6%
6004	Merit Pool	104,905	-	-	104,905	0.0%
6005	Professional Fees & Services	6,371,632	3,909,352	2,263,876	198,404	96.9%
6006	Lottery Operator Contract	97,687,027	76,292,836	20,256,717	1,137,475	98.8%
6007	Advertising	32,183,008	15,384,685	15,047,431	1,750,891	94.6%
6008	Retailer Bonus	32,705,398	14,404,912	-	18,300,486	44.0%
6009	Printing and Reproduction	31,761,187	22,089,537	8,526,346	1,145,304	96.4%
6015	Other Operating Costs	15,690,838	7,832,594	6,742,125	1,116,119	92.9%
6020	Travel	342,964	165,741	-	177,223	48.3%
6021	Out of State Travel	110,000	44,738	-	65,262	40.7%
6071	Capital Expenditures	261,902	99,358	157,004	5,540	97.9%
Total Fund 5025 - Lottery Dedicated Account		\$ 237,132,606	\$ 154,576,558	\$ 58,106,428	\$ 24,449,620	89.7%

Texas Lottery Commission
 Quarterly Budget Report
 Fiscal Year 2017
 From 9/1/2016 Through 5/31/2017

Fund 0001 - General Revenue Fund

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 2,273,189	\$ 1,477,246	\$ 593,657	\$ 202,286	91.1%
6003	Longevity Pay	52,060	34,100	13,320	4,640	91.1%
6004	Merit Pool	31,232	-	-	31,232	0.0%
6005	Professional Fees & Services	217,814	109,762	71,163	36,890	83.1%
6015	Other Operating Costs	73,138	34,904	23,227	15,006	79.5%
6020	Travel	67,400	17,894	-	49,506	26.5%
6021	Out of State Travel	8,640	2,658	-	5,982	30.8%
6030	Grants	12,635,500	10,278,694	-	2,356,806	81.3%
Total Fund 0001 - General Revenue Fund		\$ 15,358,972	\$ 11,955,257	\$ 701,367	\$ 2,702,349	82.4%