

Operating Budget

For Fiscal Year 2012

Submitted to the
Governor's Office of Budget, Planning and Policy
and the Legislative Budget Board

by

The Texas Lottery Commission

December 1, 2011

**Texas Lottery Commission
Operating Budget for Fiscal Year 2012**

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II.A. SUMMARY OF BUDGET BY STRATEGY
82nd Regular Session, Fiscal Year 2012 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 11/29/2011
TIME : 9:54:54AM

Agency code: 362 Agency name: Texas Lottery Commission

Goal/Objective/STRATEGY	EXP 2010	EXP 2011	BUD 2012
1 Run Self-supporting, Revenue-producing, and Secure Lottery			
1 Generate Revenue through Ticket Sales			
1 LOTTERY OPERATIONS	\$6,959,978	\$6,792,755	\$7,316,998
2 LOTTERY FIELD OPERATIONS	\$2,457,380	\$2,471,184	\$2,642,533
3 MARKETING AND PROMOTION	\$4,393,360	\$4,004,414	\$5,010,411
4 SECURITY	\$4,675,763	\$4,182,739	\$4,542,546
5 CENTRAL ADMINISTRATION	\$11,429,185	\$11,369,745	\$13,867,941
6 LOTTERY OPERATOR CONTRACT(S)	\$99,387,745	\$98,381,171	\$82,871,250
7 INSTANT TICKET PRODUCT. CONTRACT(S)	\$15,972,596	\$16,355,689	\$18,000,000
8 MASS MEDIA ADVERTISING CONTRACT(S)	\$31,864,316	\$31,890,614	\$32,000,000
9 DRAWING & BROADCAST CONTRACT(S)	\$1,575,149	\$1,473,541	\$1,474,691
10 MARKET RESEARCH CONTRACT(S)	\$694,492	\$534,750	\$931,170
11 RETAILER BONUS	\$8,844,052	\$21,448,333	\$22,950,000
TOTAL, GOAL 1	\$188,254,016	\$198,904,935	\$191,607,540
2 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully			
1 Curtail Violations of Bingo Laws/Rules			
1 BINGO LICENSING	\$821,990	\$822,801	\$745,011
2 BINGO EDUCATION AND DEVELOPMENT	\$125,474	\$138,342	\$140,528
3 BINGO LAW COMPLIANCE FIELD OPER	\$1,271,429	\$1,191,934	\$1,058,515
4 BINGO PRIZE FEE COLLECTION & ACCT	\$211,306	\$242,985	\$177,252
5 BINGO PRIZE FEE ALLOCATIONS	\$12,169,783	\$12,516,894	\$12,635,500
TOTAL, GOAL 2	\$14,599,982	\$14,912,956	\$14,756,806

II.A. SUMMARY OF BUDGET BY STRATEGY
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 11/29/2011
 TIME : 9:55:00AM

Agency code: 362 Agency name: Texas Lottery Commission

Goal/Objective/STRATEGY	EXP 2010	EXP 2011	BUD 2012
General Revenue Funds:			
1 General Revenue Fund	\$14,599,982	\$14,912,956	\$14,756,806
	\$14,599,982	\$14,912,956	\$14,756,806
General Revenue Dedicated Funds:			
5025 Lottery Acct	\$188,254,016	\$198,904,935	\$191,607,540
	\$188,254,016	\$198,904,935	\$191,607,540
TOTAL, METHOD OF FINANCING	\$202,853,998	\$213,817,891	\$206,364,346
FULL TIME EQUIVALENT POSITIONS	319.2	316.4	309.5

II.B. SUMMARY OF BUDGET BY METHOD OF FINANCE
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:58:06AM

Agency code: 362

Agency name: Texas Lottery Commission

METHOD OF FINANCING	Exp 2010	Exp 2011	Bud 2012
<u>GENERAL REVENUE</u>			
<u>1</u> General Revenue Fund			
<i>REGULAR APPROPRIATIONS</i>			
Original Appropriation	\$15,390,677	\$15,390,676	\$16,047,957
<i>RIDER APPROPRIATION</i>			
Art IX, Sec 8.03, Reimbursements and Payments (2010-11 GAA)	\$51,755	\$48,862	\$0
Art IX, Sec. 17.44, Contingency Appn for HB 1474 (2010-11 GAA)	\$156,004	\$129,604	\$0
Rider 15, Contingent Revenue (2012-13 GAA)	\$0	\$0	\$(1,250,000)
<i>TRANSFERS</i>			
Article IX, Section 18.32, Contingency HB 2728	\$0	\$0	\$(41,151)
<i>SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS</i>			
HB 4, 82nd Leg, Regular Session, Sec 1(a) General Revenue Reductions.	\$(289,799)	\$(388,007)	\$0
<i>LAPSED APPROPRIATIONS</i>			
Lapsed Appropriations	\$(708,655)	\$(268,179)	\$0
TOTAL, General Revenue Fund	\$14,599,982	\$14,912,956	\$14,756,806
TOTAL, ALL GENERAL REVENUE	\$14,599,982	\$14,912,956	\$14,756,806
<u>GENERAL REVENUE FUND - DEDICATED</u>			
<u>5025</u> GR Dedicated - Lottery Account No. 5025			
<i>REGULAR APPROPRIATIONS</i>			
Original Appropriation	\$183,361,743	\$179,785,075	\$172,880,148

II.B. SUMMARY OF BUDGET BY METHOD OF FINANCE
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:58:12AM

Agency code: 362 Agency name: Texas Lottery Commission

METHOD OF FINANCING	Exp 2010	Exp 2011	Bud 2012
<i>RIDER APPROPRIATION</i>			
Rider 10, Retailer Commission (2010-11 GAA)	\$18,691,847	\$19,338,200	\$0
Rider 11, Lottery Operator Contract (2010-11 GAA)	\$4,487,761	\$8,614,574	\$0
Rider 12, Appropriation of Increased Revenue (2010-11 GAA)	\$2,476,670	\$4,754,145	\$0
Art IX, Sec 8.03, Reimbursements and Payments (2010-11 GAA)	\$400,632	\$1,077,106	\$0
Rider 10, Retailer Commission (2012-13 GAA)	\$0	\$0	\$18,750,000
Rider 11, Lottery Operator Contract (2012-13 GAA)	\$0	\$0	\$(574,574)
Art IX, Sec 8.03, Reimbursements and Payments (2012-13 GAA)	\$0	\$0	\$551,966
<i>LAPSED APPROPRIATIONS</i>			
Lapsed Appropriations	\$(21,164,637)	\$(14,664,165)	\$0
TOTAL, GR Dedicated - Lottery Account No. 5025	\$188,254,016	\$198,904,935	\$191,607,540
TOTAL, ALL GENERAL REVENUE FUND - DEDICATED	\$188,254,016	\$198,904,935	\$191,607,540
GRAND TOTAL	\$202,853,998	\$213,817,891	\$206,364,346

II.B. SUMMARY OF BUDGET BY METHOD OF FINANCE
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/29/2011**
 TIME: **9:58:12AM**

Agency code: **362**

Agency name: **Texas Lottery Commission**

METHOD OF FINANCING	Exp 2010	Exp 2011	Bud 2012
<u>FULL-TIME-EQUIVALENT POSITIONS</u>			
REGULAR APPROPRIATIONS			
Regular Appropriations	318.5	318.5	310.5
TRANSFERS			
Art IX, Sec 18.32, Contingency HB 2728	0.0	0.0	(1.0)
UNAUTHORIZED NUMBER OVER (BELOW) CAP			
Unauthorized Amount over (under) Cap	0.7	(2.1)	0.0
TOTAL, ADJUSTED FTES	319.2	316.4	309.5
NUMBER OF 100% FEDERALLY FUNDED FTEs	0.0	0.0	0.0

II.C. SUMMARY OF BUDGET BY OBJECT OF EXPENSE
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:58:31AM

Agency code: 362

Agency name: Texas Lottery Commission

OBJECT OF EXPENSE	EXP 2010	EXP 2011	BUD 2012
1001 SALARIES AND WAGES	\$18,745,123	\$18,947,435	\$19,157,796
1002 OTHER PERSONNEL COSTS	\$550,941	\$678,771	\$493,080
2001 PROFESSIONAL FEES AND SERVICES	\$4,614,830	\$4,773,520	\$5,148,909
2002 FUELS AND LUBRICANTS	\$3,714	\$5,555	\$4,000
2003 CONSUMABLE SUPPLIES	\$137,583	\$132,747	\$154,250
2004 UTILITIES	\$438,798	\$440,861	\$493,748
2005 TRAVEL	\$366,200	\$337,567	\$443,668
2006 RENT - BUILDING	\$3,100,590	\$3,086,811	\$3,326,630
2007 RENT - MACHINE AND OTHER	\$1,732,093	\$1,184,314	\$1,355,710
2009 OTHER OPERATING EXPENSE	\$160,673,277	\$171,713,416	\$162,977,555
4000 GRANTS	\$12,169,783	\$12,516,894	\$12,635,500
5000 CAPITAL EXPENDITURES	\$321,066	\$0	\$173,500
Agency Total	\$202,853,998	\$213,817,891	\$206,364,346

II.D. SUMMARY OF BUDGET OBJECTIVE OUTCOMES
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 11/29/2011
 Time: 9:59:00AM

Agency code: 362

Agency name: Texas Lottery Commission

Goal/ Objective / OUTCOME	Exp 2010	Exp 2011	Bud2012
1 Run Self-supporting, Revenue-producing, and Secure Lottery			
1 <i>Generate Revenue through Ticket Sales</i>			
KEY 1 Percent of Retailers Satisfied with Lottery Commission	95.65 %	96.45 %	95.00 %
2 Per Capita Net Lottery Sales	151.66	152.29	147.58
3 % of Net Lottery Sales Spent on Agency Administration	5.03 %	5.18 %	5.03 %
4 Percentage of Bad Debt to Lottery Sales	0.01 %	0.01 %	0.02 %
5 Ratio of Advertising Expense to Net Lottery Sales	0.86 %	0.84 %	0.85 %
KEY 6 State Revenue Received Per Advertising Dollar Expended	33.12	32.05	32.39
7 Percent of Licensees with No Recent Violations	98.88 %	98.84 %	98.00 %
8 Percentage of Retailer Surveys Completed	84.42 %	86.06 %	85.00 %
9 Percentage of Eligible Players Served	32.97 %	33.40 %	34.00 %
2 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully			
1 <i>Curtail Violations of Bingo Laws/Rules</i>			
1 Percent of Licensees with No Recent Violations	82.99 %	95.14 %	92.50 %
2 Percentage of Bingo Audits Referred for Disciplinary Action	0.00 %	70.83 %	70.00 %
KEY 3 Percent of Complaints Referred for Disciplinary Action	10.12 %	16.04 %	10.00 %
4 Percent of Documented Complaints Completed within Six Months	82.14 %	86.10 %	82.00 %
KEY 5 Net Bingo Games Revenue Received by Charitable Orgs (in Millions)	36.09	30.94	29.00
KEY 6 % of Organizations Who Met the Statutory Charitable Distribution Req	99.81 %	98.74 %	98.00 %
7 Percentage of Organizations Receiving an Audit	0.34 %	1.40 %	2.40 %
8 Percentage of Organizations Receiving an Inspection	34.23	21.54	21.50

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:29AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 1 Lottery Operations

Statewide Goal/Benchmark: 4 0
 Service Categories:
 Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Output Measures:				
KEY 1	Number of Retailer Business Locations Licensed	16,758.00	16,817.00	16,900.00
2	Number of Denials or Revocations of Licenses	222.00	195.00	220.00
3	Dollars Collected via the Debt Set-off Program (Thousands)	1,437,443.00	1,621,364.00	1,400,000.00
4	# New Licenses Issued to Individual Retailers	2,253.00	2,040.00	2,150.00
5	# Licenses Renewed to Individual Retailers	7,220.00	7,741.00	7,500.00
Efficiency Measures:				
1	Average Cost Per Retailer Location License Issued	176.79	195.78	165.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$2,760,327	\$2,769,125	\$2,855,521
1002	OTHER PERSONNEL COSTS	\$96,880	\$81,218	\$81,240
2001	PROFESSIONAL FEES AND SERVICES	\$18,423	\$3,350	\$6,000
2002	FUELS AND LUBRICANTS	\$3,714	\$5,555	\$4,000
2003	CONSUMABLE SUPPLIES	\$120,146	\$114,765	\$121,765
2004	UTILITIES	\$133,914	\$104,037	\$130,466
2005	TRAVEL	\$32,614	\$18,624	\$32,000
2006	RENT - BUILDING	\$2,928,754	\$2,897,660	\$2,947,283
2007	RENT - MACHINE AND OTHER	\$446,519	\$451,451	\$487,736
2009	OTHER OPERATING EXPENSE	\$418,687	\$346,970	\$650,987
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$6,959,978	\$6,792,755	\$7,316,998
Method of Financing:				
5025	Lottery Acct	\$6,959,978	\$6,792,755	\$7,316,998
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$6,959,978	\$6,792,755	\$7,316,998

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 1 Lottery Operations

Statewide Goal/Benchmark: 4 0

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
TOTAL, METHOD OF FINANCE :		\$6,959,978	\$6,792,755	\$7,316,998
FULL TIME EQUIVALENT POSITIONS :		59.2	58.3	57.7

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 2 Lottery Field Operations

Statewide Goal/Benchmark: 4 0
 Service Categories:
 Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Output Measures:				
1	Number of Prize Checks Processed from Claim Centers (Thousands)	58,127.00	63,762.00	55,000.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$2,230,414	\$2,267,503	\$2,347,600
1002	OTHER PERSONNEL COSTS	\$70,216	\$94,355	\$78,020
2001	PROFESSIONAL FEES AND SERVICES	\$14,200	\$0	\$14,000
2003	CONSUMABLE SUPPLIES	\$607	\$772	\$2,340
2005	TRAVEL	\$85,900	\$78,051	\$85,000
2006	RENT - BUILDING	\$1,755	\$0	\$3,200
2007	RENT - MACHINE AND OTHER	\$84	\$0	\$250
2009	OTHER OPERATING EXPENSE	\$54,204	\$30,503	\$112,123
TOTAL, OBJECT OF EXPENSE		\$2,457,380	\$2,471,184	\$2,642,533
Method of Financing:				
5025	Lottery Acct	\$2,457,380	\$2,471,184	\$2,642,533
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$2,457,380	\$2,471,184	\$2,642,533
TOTAL, METHOD OF FINANCE :		\$2,457,380	\$2,471,184	\$2,642,533
FULL TIME EQUIVALENT POSITIONS :		50.9	50.8	50.9

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 3 Marketing and Promotion

Statewide Goal/Benchmark: 4 0
 Service Categories:
 Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Output Measures:				
1	Number of Newsletters Distributed to Retailers	103,015.00	103,272.00	104,262.00
2	Number of Retailer Visits	649,927.00	651,593.00	439,400.00
Efficiency Measures:				
KEY 1	Average Cost Per Survey Issued	1.84	2.19	2.19
Objects of Expense:				
1001	SALARIES AND WAGES	\$2,043,303	\$2,069,895	\$2,043,071
1002	OTHER PERSONNEL COSTS	\$51,189	\$77,746	\$52,120
2001	PROFESSIONAL FEES AND SERVICES	\$142,720	\$13,503	\$30,000
2003	CONSUMABLE SUPPLIES	\$3,381	\$1,602	\$4,200
2004	UTILITIES	\$0	\$0	\$0
2005	TRAVEL	\$88,753	\$86,623	\$108,775
2006	RENT - BUILDING	\$162,246	\$179,442	\$366,352
2007	RENT - MACHINE AND OTHER	\$35,825	\$84,664	\$129,000
2009	OTHER OPERATING EXPENSE	\$1,860,129	\$1,490,939	\$2,268,393
5000	CAPITAL EXPENDITURES	\$5,814	\$0	\$8,500
TOTAL, OBJECT OF EXPENSE		\$4,393,360	\$4,004,414	\$5,010,411
Method of Financing:				
5025	Lottery Acct	\$4,393,360	\$4,004,414	\$5,010,411
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$4,393,360	\$4,004,414	\$5,010,411
TOTAL, METHOD OF FINANCE :		\$4,393,360	\$4,004,414	\$5,010,411
FULL TIME EQUIVALENT POSITIONS :		31.9	31.4	31.3

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 4 Security

Statewide Goal/Benchmark: 4 0
 Service Categories:
 Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Output Measures:				
1	Number of Lottery Investigations Initiated	1,012.00	1,259.00	1,085.00
2	Number of Lottery Investigations Completed	558.00	543.00	525.00
3	Number of Lottery Background Investigations Completed	458.00	759.00	545.00
Efficiency Measures:				
1	Average Time to Complete Investigations (Days)	53.84	43.78	60.00
2	Average Cost Per Complete Investigation	236.64	255.29	260.00
3	Average Time to Complete Lottery Background Investigations (Days)	16.94	12.95	40.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$2,028,566	\$2,060,181	\$2,179,089
1002	OTHER PERSONNEL COSTS	\$58,137	\$94,983	\$35,360
2001	PROFESSIONAL FEES AND SERVICES	\$1,061,822	\$1,127,639	\$1,019,982
2003	CONSUMABLE SUPPLIES	\$6,135	\$4,524	\$6,500
2005	TRAVEL	\$52,713	\$53,018	\$55,000
2006	RENT - BUILDING	\$0	\$22	\$0
2007	RENT - MACHINE AND OTHER	\$201,307	\$213,435	\$212,352
2009	OTHER OPERATING EXPENSE	\$1,032,060	\$628,937	\$869,263
5000	CAPITAL EXPENDITURES	\$235,023	\$0	\$165,000
TOTAL, OBJECT OF EXPENSE		\$4,675,763	\$4,182,739	\$4,542,546
Method of Financing:				
5025	Lottery Acct	\$4,675,763	\$4,182,739	\$4,542,546
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$4,675,763	\$4,182,739	\$4,542,546

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 4 Security

Statewide Goal/Benchmark: 4 0

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
TOTAL, METHOD OF FINANCE :		\$4,675,763	\$4,182,739	\$4,542,546
FULL TIME EQUIVALENT POSITIONS :		33.9	34.1	34.3

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 5 Central Administration

Statewide Goal/Benchmark: 4 0
 Service Categories:
 Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Objects of Expense:				
1001	SALARIES AND WAGES	\$7,552,532	\$7,723,368	\$7,942,863
1002	OTHER PERSONNEL COSTS	\$194,298	\$231,337	\$184,420
2001	PROFESSIONAL FEES AND SERVICES	\$1,041,188	\$1,480,250	\$1,559,066
2003	CONSUMABLE SUPPLIES	\$6,381	\$9,659	\$18,145
2004	UTILITIES	\$302,625	\$333,750	\$360,845
2005	TRAVEL	\$42,015	\$65,907	\$129,478
2006	RENT - BUILDING	\$7,835	\$9,687	\$9,795
2007	RENT - MACHINE AND OTHER	\$1,010,877	\$417,927	\$509,534
2009	OTHER OPERATING EXPENSE	\$1,191,205	\$1,097,860	\$3,153,795
5000	CAPITAL EXPENDITURES	\$80,229	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$11,429,185	\$11,369,745	\$13,867,941
Method of Financing:				
5025	Lottery Acct	\$11,429,185	\$11,369,745	\$13,867,941
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$11,429,185	\$11,369,745	\$13,867,941
TOTAL, METHOD OF FINANCE :		\$11,429,185	\$11,369,745	\$13,867,941
FULL TIME EQUIVALENT POSITIONS :		103.0	104.0	102.3

III.A. STRATEGY LEVEL DETAIL
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DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 6 Lottery Operator Contract(s). Estimated and Nontransferable.

Statewide Goal/Benchmark: 4 0
 Service Categories:
 Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Objects of Expense:				
	2009 OTHER OPERATING EXPENSE	\$99,387,745	\$98,381,171	\$82,871,250
	TOTAL, OBJECT OF EXPENSE	\$99,387,745	\$98,381,171	\$82,871,250
Method of Financing:				
	5025 Lottery Acct	\$99,387,745	\$98,381,171	\$82,871,250
	SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)	\$99,387,745	\$98,381,171	\$82,871,250
	TOTAL, METHOD OF FINANCE :	\$99,387,745	\$98,381,171	\$82,871,250
	FULL TIME EQUIVALENT POSITIONS :			

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 7 Instant Ticket Production Contract(s)

Statewide Goal/Benchmark: 4 0
 Service Categories:
 Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Objects of Expense:				
	2009 OTHER OPERATING EXPENSE	\$15,972,596	\$16,355,689	\$18,000,000
	TOTAL, OBJECT OF EXPENSE	\$15,972,596	\$16,355,689	\$18,000,000
Method of Financing:				
	5025 Lottery Acct	\$15,972,596	\$16,355,689	\$18,000,000
	SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)	\$15,972,596	\$16,355,689	\$18,000,000
	TOTAL, METHOD OF FINANCE :	\$15,972,596	\$16,355,689	\$18,000,000
	FULL TIME EQUIVALENT POSITIONS :			

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 8 Mass Media Advertising Contract(s)

Statewide Goal/Benchmark: 4 0

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Output Measures:				
	1 \$ Amount of Advertising Budget Spent on Print Advertising (Millions)	0.95	1.20	1.20
	2 \$ Amount of Advertising Budget Spent on Radio Advertising Millions)	7.50	8.15	5.50
KEY	3 Dollar Amount of Advertising Budget Spent on TV Advertising (Millions)	12.62	11.04	11.20
	4 \$ Amt of Advertising Budget Spent on Other Advertising (Millions)	11.24	11.55	14.10
Efficiency Measures:				
KEY	1 Percentage of Adult Texans Aware of Lottery Advertising	60.34 %	58.84 %	59.00 %
Objects of Expense:				
	2009 OTHER OPERATING EXPENSE	\$31,864,316	\$31,890,614	\$32,000,000
	TOTAL, OBJECT OF EXPENSE	\$31,864,316	\$31,890,614	\$32,000,000
Method of Financing:				
	5025 Lottery Acct	\$31,864,316	\$31,890,614	\$32,000,000
	SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)	\$31,864,316	\$31,890,614	\$32,000,000
	TOTAL, METHOD OF FINANCE :	\$31,864,316	\$31,890,614	\$32,000,000
FULL TIME EQUIVALENT POSITIONS :				

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/19/2011
 TIME: 9:59:34AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 9 Drawing and Broadcast Services Contract(s)

Statewide Goal/Benchmark: 4 0
 Service Categories:
 Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Objects of Expense:				
	2001 PROFESSIONAL FEES AND SERVICES	\$1,575,149	\$1,473,541	\$1,474,691
	TOTAL, OBJECT OF EXPENSE	\$1,575,149	\$1,473,541	\$1,474,691
Method of Financing:				
	5025 Lottery Acct	\$1,575,149	\$1,473,541	\$1,474,691
	SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)	\$1,575,149	\$1,473,541	\$1,474,691
	TOTAL, METHOD OF FINANCE :	\$1,575,149	\$1,473,541	\$1,474,691
	FULL TIME EQUIVALENT POSITIONS :			

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 10 Market Research Services Contract(s)

Statewide Goal/Benchmark: 4 0

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Objects of Expense:				
	2001 PROFESSIONAL FEES AND SERVICES	\$694,492	\$534,750	\$931,170
	TOTAL, OBJECT OF EXPENSE	\$694,492	\$534,750	\$931,170
Method of Financing:				
	5025 Lottery Acct	\$694,492	\$534,750	\$931,170
	SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)	\$694,492	\$534,750	\$931,170
	TOTAL, METHOD OF FINANCE :	\$694,492	\$534,750	\$931,170
	FULL TIME EQUIVALENT POSITIONS :			

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 1 Run Self-supporting, Revenue-producing, and Secure Lottery
 OBJECTIVE: 1 Generate Revenue through Ticket Sales
 STRATEGY: 11 Retailer Bonus

Statewide Goal/Benchmark: 7 0
 Service Categories:
 Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Objects of Expense:				
	2009 OTHER OPERATING EXPENSE	\$8,844,052	\$21,448,333	\$22,950,000
	TOTAL, OBJECT OF EXPENSE	\$8,844,052	\$21,448,333	\$22,950,000
Method of Financing:				
	5025 Lottery Acct	\$8,844,052	\$21,448,333	\$22,950,000
	SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)	\$8,844,052	\$21,448,333	\$22,950,000
	TOTAL, METHOD OF FINANCE :	\$8,844,052	\$21,448,333	\$22,950,000
	FULL TIME EQUIVALENT POSITIONS :			

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 2 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully
 OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules
 STRATEGY: 1 Determine Eligibility and Process Applications

Statewide Goal/Benchmark: 7 0
 Service Categories:
 Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Output Measures:				
KEY 1	Number of Licenses Issued to Individuals and Organizations	9,073.00	9,273.00	9,000.00
2	Number of Applications Processed	9,555.00	9,636.00	9,300.00
3	Number of Worker Registry Applications Processed	7,954.00	4,591.00	4,500.00
Efficiency Measures:				
1	Average Bingo License (New) Processing Time (Days)	55.92	67.47	70.00
2	Average Bingo License (Renewal) Processing Time (Days)	35.45	40.18	42.00
3	Average Cost Per License Issued	29.00	25.65	30.00
Explanatory/Input Measures:				
1	Number of Annual License Holders	1,764.00	1,748.00	1,680.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$675,290	\$634,201	\$573,665
1002	OTHER PERSONNEL COSTS	\$38,500	\$27,740	\$27,180
2001	PROFESSIONAL FEES AND SERVICES	\$66,836	\$140,487	\$114,000
2003	CONSUMABLE SUPPLIES	\$410	\$259	\$500
2007	RENT - MACHINE AND OTHER	\$37,481	\$16,837	\$16,838
2009	OTHER OPERATING EXPENSE	\$3,473	\$3,277	\$12,828
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$821,990	\$822,801	\$745,011
Method of Financing:				
1	General Revenue Fund	\$821,990	\$822,801	\$745,011
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$821,990	\$822,801	\$745,011

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 9:59:34AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 2 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully
 OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules
 STRATEGY: 1 Determine Eligibility and Process Applications

Statewide Goal/Benchmark: 7 0
 Service Categories:
 Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
TOTAL, METHOD OF FINANCE :		\$821,990	\$822,801	\$745,011
FULL TIME EQUIVALENT POSITIONS :		12.4	11.0	10.0

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 10:01:50AM

Agency code: 362 Agency name: Texas Lottery Commission

GOAL: 2 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully
 OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules
 STRATEGY: 2 Provide Education and Training for Bingo Regulatory Requirements

Statewide Goal/Benchmark: 7 0
 Service Categories:
 Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Output Measures:				
1	Number of Individuals Receiving Education	847.00	1,146.00	850.00
Efficiency Measures:				
1	Average Cost of Bingo Training Class	558.82	470.29	200.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$121,603	\$123,611	\$119,999
1002	OTHER PERSONNEL COSTS	\$1,680	\$11,913	\$2,640
2005	TRAVEL	\$2,191	\$1,614	\$0
2009	OTHER OPERATING EXPENSE	\$0	\$1,204	\$17,889
TOTAL, OBJECT OF EXPENSE		\$125,474	\$138,342	\$140,528
Method of Financing:				
1	General Revenue Fund	\$125,474	\$138,342	\$140,528
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$125,474	\$138,342	\$140,528
TOTAL, METHOD OF FINANCE :		\$125,474	\$138,342	\$140,528
FULL TIME EQUIVALENT POSITIONS :		3.0	3.0	3.0

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 10:02:01AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 2 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully
 OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules
 STRATEGY: 3 Bingo Law Compliance Field Operations

Statewide Goal/Benchmark: 7 0
 Service Categories:
 Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
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Output Measures:

1	Number of Inspections Conducted	614.00	369.00	360.00
2	Number of Bingo Audits and Reviews Completed	6.00	24.00	40.00
KEY 3	Number of Bingo Complaints Completed	168.00	187.00	180.00
4	\$ Amt of Adjustments to Charitable Distributions by Audit & Inspection	0.00	7,354.00	5,000.00
5	Number of Bingo Background Investigations Completed	453.00	396.00	365.00

Efficiency Measures:

1	Average Time for Bingo Complaint Completion (Days)	123.39	107.87	130.00
2	Average Cost Per Bingo Complaint Completed	488.18	712.19	500.00
3	Average Time to Conduct Compliance Audit (Hours)	375.50	644.50	450.00
4	Average Time to Complete Bingo Background Investigations (Days)	25.32	22.23	40.00
5	Average Cost per Bingo Audit Completed	10,182.18	18,301.63	13,800.00

Objects of Expense:

1001	SALARIES AND WAGES	\$1,128,587	\$1,064,190	\$928,365
1002	OTHER PERSONNEL COSTS	\$34,121	\$53,119	\$29,020
2003	CONSUMABLE SUPPLIES	\$428	\$45	\$500
2004	UTILITIES	\$2,259	\$3,074	\$2,437
2005	TRAVEL	\$62,014	\$33,730	\$33,415
2009	OTHER OPERATING EXPENSE	\$44,020	\$37,776	\$64,778
TOTAL, OBJECT OF EXPENSE		\$1,271,429	\$1,191,934	\$1,058,515

Method of Financing:

1	General Revenue Fund	\$1,271,429	\$1,191,934	\$1,058,515
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,271,429	\$1,191,934	\$1,058,515

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 10:02:01AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 2 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully
 OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules
 STRATEGY: 3 Bingo Law Compliance Field Operations

Statewide Goal/Benchmark: 7 0
 Service Categories:
 Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
TOTAL, METHOD OF FINANCE :		\$1,271,429	\$1,191,934	\$1,058,515
FULL TIME EQUIVALENT POSITIONS :		20.7	18.8	16.0

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 10:02:01AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 2 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully
 OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules
 STRATEGY: 4 Bingo Prize Fee Collections and Accounting

Statewide Goal/Benchmark: 7 0

Service Categories:

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
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Output Measures:

KEY 1	Number of Days to Allocate Payments to Local Jurisdictions	7.00	12.00	8.00
2	Percentage of Licensees Who Fail to Pay	4.84	5.33	5.25
3	Number of Bingo Reports Processed	7,729.00	9,019.00	8,500.00

Objects of Expense:

1001	SALARIES AND WAGES	\$204,501	\$235,361	\$167,623
1002	OTHER PERSONNEL COSTS	\$5,920	\$6,360	\$3,080
2003	CONSUMABLE SUPPLIES	\$95	\$1,121	\$300
2009	OTHER OPERATING EXPENSE	\$790	\$143	\$6,249
TOTAL, OBJECT OF EXPENSE		\$211,306	\$242,985	\$177,252

Method of Financing:

1	General Revenue Fund	\$211,306	\$242,985	\$177,252
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$211,306	\$242,985	\$177,252

TOTAL, METHOD OF FINANCE : \$211,306 \$242,985 \$177,252

FULL TIME EQUIVALENT POSITIONS : 4.2 5.0 4.0

III.A. STRATEGY LEVEL DETAIL
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 10:02:01AM

Agency code: **362** Agency name: **Texas Lottery Commission**

GOAL: 2 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully
 OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules
 STRATEGY: 5 Bingo Prize Fee Allocations. Estimated and Nontransferable.

Statewide Goal/Benchmark: 7 0
 Service Categories:
 Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2010	EXP 2011	BUD 2012
Objects of Expense:				
	4000 GRANTS	\$12,169,783	\$12,516,894	\$12,635,500
	TOTAL, OBJECT OF EXPENSE	\$12,169,783	\$12,516,894	\$12,635,500
Method of Financing:				
	1 General Revenue Fund	\$12,169,783	\$12,516,894	\$12,635,500
	SUBTOTAL, MOF (GENERAL REVENUE FUNDS)	\$12,169,783	\$12,516,894	\$12,635,500
	TOTAL, METHOD OF FINANCE :	\$12,169,783	\$12,516,894	\$12,635,500
	FULL TIME EQUIVALENT POSITIONS :			

III.A. STRATEGY LEVEL DETAIL
82nd Regular Session, Fiscal Year 2012 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
TIME: 10:02:01AM

SUMMARY TOTALS :

OBJECTS OF EXPENSE:	\$202,853,998	\$213,817,891	\$206,364,346
METHODS OF FINANCE :	\$202,853,998	\$213,817,891	\$206,364,346
FULL TIME EQUIVALENT POSITIONS :	319.2	316.4	309.5

IV.A. CAPITAL BUDGET PROJECT SCHEDULE
82nd Regular Session, Fiscal Year 2012 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/29/2011**
TIME: **10:00:14AM**

Agency code: **362**

Agency name: **Texas Lottery Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

EXP 2010

EXP 2011

BUD 2012

5005 Acquisition of Information Resource Technologies

1/1 TELEPHONE SYSTEM UPGRADE

OBJECTS OF EXPENSE

Capital

2009 OTHER OPERATING EXPENSE

\$77,148

\$0

\$0

5000 CAPITAL EXPENDITURES

\$80,229

\$0

\$0

Capital Subtotal OOE, Project 1

\$157,377

\$0

\$0

Subtotal OOE, Project 1

\$157,377

\$0

\$0

TYPE OF FINANCING

Capital

CA 5025 Lottery Acct

\$157,377

\$0

\$0

Capital Subtotal TOF, Project 1

\$157,377

\$0

\$0

Subtotal TOF, Project 1

\$157,377

\$0

\$0

Capital Subtotal, Category 5005

\$157,377

\$0

\$0

Informational Subtotal, Category 5005

Total, Category 5005

\$157,377

\$0

\$0

5007 Acquisition of Capital Equipment and Items

*2/2 CAPITALIZED LOTTERY DRAWING
EQUIPMENT*

OBJECTS OF EXPENSE

Capital

2009 OTHER OPERATING EXPENSE

\$500

\$0

\$0

5000 CAPITAL EXPENDITURES

\$114,223

\$0

\$165,000

Capital Subtotal OOE, Project 2

\$114,723

\$0

\$165,000

Subtotal OOE, Project 2

\$114,723

\$0

\$165,000

IV.A. CAPITAL BUDGET PROJECT SCHEDULE
82nd Regular Session, Fiscal Year 2012 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
TIME: 10:00:19AM

Agency code: 362

Agency name: Texas Lottery Commission

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

EXP 2010

EXP 2011

BUD 2012

TYPE OF FINANCING

Capital

CA 5025 Lottery Acct

\$114,723

\$0

\$165,000

Capital Subtotal TOF, Project 2

\$114,723

\$0

\$165,000

Subtotal TOF, Project 2

\$114,723

\$0

\$165,000

3/3 STUDIO SURVEILLANCE SYSTEM

OBJECTS OF EXPENSE

Capital

2009 OTHER OPERATING EXPENSE

\$0

\$14,708

\$0

5000 CAPITAL EXPENDITURES

\$120,800

\$0

\$0

Capital Subtotal OOE, Project 3

\$120,800

\$14,708

\$0

Subtotal OOE, Project 3

\$120,800

\$14,708

\$0

TYPE OF FINANCING

Capital

CA 5025 Lottery Acct

\$120,800

\$14,708

\$0

Capital Subtotal TOF, Project 3

\$120,800

\$14,708

\$0

Subtotal TOF, Project 3

\$120,800

\$14,708

\$0

Capital Subtotal, Category 5007

\$235,523

\$14,708

\$165,000

Informational Subtotal, Category 5007

Total, Category 5007

\$235,523

\$14,708

\$165,000

AGENCY TOTAL -CAPITAL

\$392,900

\$14,708

\$165,000

AGENCY TOTAL -INFORMATIONAL

AGENCY TOTAL

\$392,900

\$14,708

\$165,000

IV.A. CAPITAL BUDGET PROJECT SCHEDULE
82nd Regular Session, Fiscal Year 2012 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **11/29/2011**
TIME: **10:00:19AM**

Agency code: **362**

Agency name: **Texas Lottery Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

EXP 2010

EXP 2011

BUD 2012

METHOD OF FINANCING:

Capital

5025 Lottery Acct	\$392,900	\$14,708	\$165,000
Total, Method of Financing-Capital	\$392,900	\$14,708	\$165,000
Total, Method of Financing	\$392,900	\$14,708	\$165,000

TYPE OF FINANCING:

Capital

CA CURRENT APPROPRIATIONS	\$392,900	\$14,708	\$165,000
Total, Type of Financing-Capital	\$392,900	\$14,708	\$165,000
Total, Type of Financing	\$392,900	\$14,708	\$165,000

CAPITAL BUDGET ALLOCATION TO STRATEGIES
 82nd Regular Session, Fiscal Year 2012 Operating Budget
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
 TIME: 10:00:41AM

Agency code: 362 Agency name: Texas Lottery Commission

Category Code/Name

Project Sequence/Project Id/Name

Goal/Obj/Str	Strategy Name	EXP 2010	EXP 2011	BUD 2012
5005 Acquisition of Information Resource Technologies				
1/1	TELEPHONE SYSTEM UPGRADE			
Capital	1-1-5 CENTRAL ADMINISTRATION	157,377	0	\$0
	TOTAL, PROJECT	\$157,377	\$0	\$0
5007 Acquisition of Capital Equipment and Items				
2/2	CAPITALIZED LOTTERY DRAWING EQUIP.			
Capital	1-1-4 SECURITY	114,723	0	165,000
	TOTAL, PROJECT	\$114,723	\$0	\$165,000
3/3	STUDIO SURVEILLANCE SYSTEM			
Capital	1-1-4 SECURITY	120,800	14,708	0
	TOTAL, PROJECT	\$120,800	\$14,708	\$0
	TOTAL CAPITAL, ALL PROJECTS	\$392,900	\$14,708	\$165,000
	TOTAL INFORMATIONAL, ALL PROJECTS			
	TOTAL, ALL PROJECTS	\$392,900	\$14,708	\$165,000

IV.D. ESTIMATED REVENUE COLLECTIONS SUPPORTING SCHEDULE

82nd Regular Session, Fiscal Year 2012 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011
TIME: 10:01:10AM

Agency Code: **362**

Agency name: **Texas Lottery Commission**

FUND/ACCOUNT	Exp 2010	Exp 2011	Bud 2012
1 General Revenue Fund			
Beginning Balance (Unencumbered):	\$0	\$0	\$0
Estimated Revenue:			
3152 Bingo Operators/Lessors	2,956,022	2,993,964	2,935,000
3153 Bingo Equipment	67,500	79,800	74,000
3166 Bingo Rental Tax	1,221,782	1,209,914	1,215,000
3170 Bingo Prize Fees	25,881,024	26,684,606	26,000,000
3719 Fees/Copies or Filing of Records	1,809	1,421	1,600
3727 Fees - Administrative Services	60	530	0
3770 Administrative Penalties	244,612	207,299	200,000
3795 Other Misc Government Revenue	123	125	0
3802 Reimbursements-Third Party	49,946	47,442	48,000
Subtotal: Estimated Revenue	<u>30,422,878</u>	<u>31,225,101</u>	<u>30,473,600</u>
Total Available	<u>\$30,422,878</u>	<u>\$31,225,101</u>	<u>\$30,473,600</u>
DEDUCTIONS:			
Expended/Budgeted	(14,599,982)	(14,912,956)	(14,756,806)
Transfer - Employee Benefits	(519,207)	(523,149)	(461,051)
Benefit Replacement Pay	(20,219)	(19,924)	(15,908)
HB 4, Appropriation Reduction	(289,798)	(388,007)	0
Total, Deductions	<u>\$(15,429,206)</u>	<u>\$(15,844,036)</u>	<u>\$(15,233,765)</u>
Ending Fund/Account Balance	<u>\$14,993,672</u>	<u>\$15,381,065</u>	<u>\$15,239,835</u>

REVENUE ASSUMPTIONS:

Revenue projections for FY 2012 were based on historical Bingo revenue collections.

CONTACT PERSON:

Kathy Pyka

IV.D. ESTIMATED REVENUE COLLECTIONS SUPPORTING SCHEDULE

DATE: 11/29/2011
TIME: 10:01:21AM

82nd Regular Session, Fiscal Year 2012 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: 362

Agency name: Texas Lottery Commission

FUND/ACCOUNT	Exp 2010	Exp 2011	Bud 2012
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5025 Lottery Acct

Beginning Balance (Unencumbered):	\$0	\$0	\$0
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Estimated Revenue:

3176 Lottery License Application Fees	295,723	301,067	300,000
3177 Lottery Ticket Sales	3,738,369,487	3,811,270,135	3,750,000,000
3178 Lottery Security Proceeds	60,950	54,750	57,000
3719 Fees/Copies or Filing of Records	17,249	35,662	26,000
3727 Fees - Administrative Services	364,187	341,231	340,000
3777 Default Fund - Warrant Voided	3,663	2,667	0
3802 Reimbursements-Third Party	383,383	1,041,444	551,966
3850 Interest on Lottery Prize Investmnt	62	125	0

Subtotal: Estimated Revenue	3,739,494,704	3,813,047,081	3,751,274,966
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Total Available	\$3,739,494,704	\$3,813,047,081	\$3,751,274,966
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DEDUCTIONS:

Expended/Budgeted	(175,254,141)	(166,194,155)	(172,855,540)
Transfer - Employee Benefits	(3,981,235)	(4,151,690)	(4,358,072)
Benefit Replacement Pay	(113,380)	(111,224)	(99,340)
Unemployment Benefits	(4,169)	(3,861)	(2,000)
Rider 12, Approp Incr (2010-11 GAA)	(2,476,670)	(4,754,145)	0
Rider 11, Lottery Op (2010-11 GAA)	(4,487,761)	(8,614,574)	0
Rider 10, Retailer Inc (2010-11 GAA)	(6,031,275)	(19,338,200)	(18,750,000)
Lottery Winnings/Install Payments	(2,300,182,561)	(2,387,243,785)	(2,349,000,000)
Retailer Commissions	(187,302,974)	(190,808,232)	(187,500,000)
Transfers to Foundation School Fund	(1,000,434,318)	(963,172,500)	(1,012,500,000)
Transfers to Dept of State Health S	(10,000,000)	(10,000,000)	(5,750,000)
Transfers to Texas Veterans Commiss	(7,328,844)	(8,658,018)	(7,820,000)
Transfers (Unclaimed Prizes) to GR	(76,859,465)	(43,263,654)	(44,250,000)

Total, Deductions	\$(3,774,456,793)	\$(3,806,314,038)	\$(3,802,884,952)
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Ending Fund/Account Balance	\$(34,962,089)	\$6,733,043	\$(51,609,986)
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IV.D. ESTIMATED REVENUE COLLECTIONS SUPPORTING SCHEDULE

82nd Regular Session, Fiscal Year 2012 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 11/29/2011

TIME: 10:01:21AM

Agency Code: **362**

Agency name: **Texas Lottery Commission**

FUND/ACCOUNT

Exp 2010

Exp 2011

Bud 2012

REVENUE ASSUMPTIONS:

Revenue projections developed for the FY 2012 Operating Budget assumed relatively flat sales based on current sales trend analysis. The assumption is based on lottery products currently Commission.

CONTACT PERSON:

Kathy Pyka