





# INTEROFFICE MEMO

Gary Grief, Executive Director

Alfonso D. Royal III, Charitable Bingo Operations Director

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

**From:** Kathy Pyka, Controller *KP*

**Date:** January 26, 2018

**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 2018 transferred as of January 11, 2018
- II. Agency Budget Status

## Transfers to the State

Total accrued basis revenue transfers to the State for the four-month period ending December 31, 2017 amounted to \$391.5 million. Of the total amount transferred to the State from sales, \$373.4 million was transferred to the Foundation School Fund; \$5.1 million was transferred to the Texas Veterans Commission with the remaining \$13.0 million transferred from unclaimed prizes. The amount transferred to the Foundation School Fund from sales represents a 9.9% increase, or \$33.7 million, over the total amount transferred in fiscal year 2017. To date, cumulative accrued revenue transfers to the Foundation School Fund are \$21.4 billion.

## Agency Budget Status

The FY 2018 Method of Financing budget summary as of November 30, 2017 is attached for your information. The Commission's Lottery Account budget for FY 2018 is \$230.8 million. Of this amount 71.6% was expended and encumbered through the end of the first quarter. The Bingo Operations budget, funded by General Revenue, was \$17.0 million with 13.3% expended and encumbered through the end of the first 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 January 11, 2018

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	7,353,334	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	1,312,856,719	16,206,348		4,904,882		1,333,967,949
FY 2018**	384,297,181	6,786,749		439,444		391,523,374
Cumulative Transfers	\$ 21,385,881,424	\$ 89,828,040	\$ 5,387,724,273	\$ 191,558,974	\$ 171,067,884	\$ 27,226,060,595

\*Includes HHSC Graduate Medical Education and Tertiary Care

\*\*As of December 2017 revenue transfer

Source: with the exception of FY2018, Audited Financial Statements

Texas Lottery Commission						
Unaudited Monthly Detail of Revenue Transfers and Allocations to the State of Texas						
FY 2018 Accrued Revenue Transfers		Foundation School Fund	Texas Veterans Commission	Unclaimed Prizes	Total Accrued Revenue Transfers	Reserve For Administration Expenditures
Transfer Period	Transfer Date*					
September-17	10/09/17	83,341,221	1,319,918	-	84,661,138	27,717,752
October-17	11/08/17	88,827,168	1,393,291	-	90,220,460	29,386,283
November-17	12/11/17	95,596,463	1,131,090	12,990,116	109,717,669	30,341,654
December-17	01/11/18	105,638,567	1,285,539	-	106,924,106	34,855,723
<b>Total FY 2018</b>		<b>373,403,420</b>	<b>5,129,837</b>	<b>12,990,116</b>	<b>391,523,374</b>	<b>122,301,413</b>

FY 2018 Reserve for Administration **122,301,413**

Quarterly Detail of Unclaimed Prizes Transferred to the State of Texas					
FY 2018 Accrued Revenue Transfers		Foundation School Fund	Texas Veterans Commission	Multicategorical Teaching Hospital Account	Total Accrued Revenue Transfers
Transfer Period	Transfer Date				
November-17	12/12/17	10,893,761	1,656,912	439,444	12,990,116
<b>Total FY 2018</b>		<b>10,893,761</b>	<b>1,656,912</b>	<b>439,444</b>	<b>12,990,116</b>

\* 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 December 31, 2017**

	December Final	Year-to-Date	% Sales by Game
<b>Sales Revenue</b>			
Scratch Tickets	\$ 379,044,612	\$ 1,377,130,279	78.82%
Lotto Texas	9,562,435	38,238,626	2.19%
Lotto Texas Extra	2,093,603	8,205,181	0.47%
Pick 3	21,078,187	82,830,336	4.74%
Pick 3- Sum It Up	410,682	1,623,536	0.09%
Cash Five	3,611,546	14,148,899	0.81%
Texas Two-Step	3,875,235	16,110,907	0.92%
Mega Millions	23,912,510	53,644,351	3.07%
Megaplier	3,331,637	10,165,263	0.58%
MM Just the Jackpot	226,320	550,743	0.03%
Daily 4	9,182,904	35,774,918	2.05%
Daily 4 - Sum It Up	514,557	1,944,480	0.11%
Powerball	32,994,024	80,741,671	4.62%
Power Play	4,611,729	12,138,058	0.69%
All or Nothing	2,435,034	9,674,806	0.55%
Texas Triple Chance	1,053,892	4,240,986	0.24%
Sub-total Sales Revenue	<u>497,938,907</u>	<u>1,747,163,038</u>	100.00%
Retailer Fees	31,605	146,360	
<b>Total Sales Revenue</b>	<b><u>\$ 497,970,512</u></b>	<b><u>\$ 1,747,309,398</u></b>	
<b>Prize Expenses</b>			
Scratch Tickets	266,064,872	965,928,554	70.14%
Lotto Texas	10,621,888	24,717,657	64.64%
Lotto Texas Extra	1,120,780	4,664,500	56.85%
Pick 3	10,524,060	38,398,710	46.36%
Pick 3- Sum It Up	208,252	754,160	46.45%
Cash Five	1,805,773	7,074,449	50.00%
Texas Two-Step	1,917,290	8,074,593	50.12%
Mega Millions	12,087,424	27,467,923	51.20%
Megaplier	1,651,537	5,167,257	50.83%
MM Just the Jackpot	112,370	266,641	48.41%
Daily 4	4,091,075	21,716,475	60.70%
Daily 4 - Sum It Up	210,894	764,092	39.30%
Powerball	16,295,440	40,165,457	49.75%
Power Play	2,281,560	6,049,261	49.84%
All or Nothing	1,614,742	5,728,130	59.21%
Texas Triple Chance	672,119	2,123,322	50.07%
Sub-total Prize Expenses	<u>331,280,076</u>	<u>1,159,061,181</u>	66.34%
Less:			
Unclaimed Prizes - Transferred in FY18	-	(12,990,116)	
Unclaimed Prizes - Prior Month(s) Accrual*	-	-	
Unclaimed Prizes - Current Month Accrual	(1,568,652)	(1,568,652)	
Sub-total Unclaimed Prizes	<u>(1,568,652)</u>	<u>(14,558,769)</u>	
<b>Sub-total Prize Expenses as Adjusted for Unclaimed Prizes</b>	<b><u>329,711,424</u></b>	<b><u>1,144,502,412</u></b>	<b>65.50%</b>
Retailer Commissions	24,910,606	87,413,547	5.00%
<b>Total Expenses</b>	<b><u>\$ 354,622,029</u></b>	<b><u>\$ 1,231,915,959</u></b>	
<b>Amount Available to Transfer</b>	<b><u>\$ 143,348,482</u></b>	<b><u>\$ 515,393,439</u></b>	

	December Final	Year-to-Date
<b>Amount Available to Transfer</b>	<b>\$ 143,348,482</b>	<b>\$ 515,393,439</b>
Less:		
Total AY18 Foundation School Fund		
Transfers to Date		(267,764,852)
Total AY18 Texas Veterans Commission		
Transfers to Date		(3,844,299)
Unclaimed Prizes - Transferred in FY18	-	(12,990,116)
Unclaimed Prizes - Prior Month(s) Accrual*	-	-
Unclaimed Prizes - Current Month Accrual	(1,568,652)	(1,568,652)
Sub-total Unclaimed Prizes	<u>(1,568,652)</u>	<u>(14,558,769)</u>
FY18 Administrative Expenses Allocation through 12/31/17	<u>(34,855,723)</u>	<u>(122,301,413)</u>
<b>Current Month Amount Available to Transfer</b>	<b><u>\$ 106,924,106</u></b>	<b><u>\$ 106,924,106</u></b>
Current Month Transfer to Texas Veterans Commission	1,285,539	1,285,539
Current Month Transfer to Foundation School Fund	105,638,567	105,638,567
<b>Total Transferred for Current Month</b>	<b><u>\$ 106,924,106</u></b>	<b><u>\$ 106,924,106</u></b>

\*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)

	FY 92	FY 93	FY 94	FY 95	FY 96	FY 97	FY 98	FY 99	FY 00	FY 01
<b>SALES:</b>										
Total Sales	\$591,570,852	\$1,856,090,753	\$2,760,217,110	\$3,056,517,508	\$3,432,309,408	\$3,745,469,123	\$3,090,031,624	\$2,571,599,617	\$2,657,290,483	\$2,825,298,062
<b>EXPENSE:</b>										
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	\$1,643,183,197
Prize Payout Percentage	45.5%	52.9%	55.4%	55.6%	56.8%	57.4%	53.3%	51.7%	56.8%	58.2%
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	\$141,299,672
Retailer Payments	\$4,282,752	\$4,282,752	\$6,107,225	\$6,942,860	\$5,429,790	\$6,019,956	\$5,596,251	\$4,482,957	\$4,390,015	\$5,048,075
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	\$172,823,281
<b>UNCLAIMED PRIZES:</b>										
Unclaimed Prizes Transferred to State	-	-	-	\$2,647,094	\$7,284,316	\$2,982,148	-	\$9,688,000	\$35,517,171	\$38,939,061
<b>ACCRUED TRANSFERS:</b>										
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	-	-	-	-
To Multicategorical Teaching Hospital Account	-	-	-	-	-	-	-	-	\$35,517,171	\$4,482,829
To Tertiary Care Facility Account	-	-	-	-	-	-	-	-	-	\$34,456,232
To HHSC Graduate Medical Program	-	-	-	-	-	-	-	-	-	-
To Foundation School Fund	-	-	-	-	-	\$174,237,106	\$1,097,795,490	\$953,370,758	\$827,328,229	\$825,059,846
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	\$1,097,795,490	\$953,370,758	\$862,845,399	\$863,998,907
	<b>FY 02</b>	<b>FY 03</b>	<b>FY 04</b>	<b>FY 05</b>	<b>FY 06</b>	<b>FY 07</b>	<b>FY 08</b>	<b>FY 09</b>	<b>FY 10</b>	<b>FY 11</b>
<b>SALES:</b>										
Total Sales	\$2,966,269,259	\$3,130,692,529	\$3,487,924,570	\$3,662,462,838	\$3,774,685,562	\$3,774,178,802	\$3,671,477,953	\$3,720,113,711	\$3,738,369,487	\$3,811,270,135
<b>EXPENSE:</b>										
Total Prize Expense	\$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	\$2,300,182,561	\$2,387,243,785
Prize Payout Percentage	57.8%	58.9%	59.3%	60.8%	61.2%	61.3%	62.1%	61.8%	61.5%	62.6%
Commissions	\$148,359,044	\$156,554,911	\$174,413,287	\$188,176,006	\$188,818,621	\$188,751,041	\$183,771,055	\$186,145,362	\$187,302,974	\$190,808,232
Retailer Payments	\$4,172,483	\$3,606,784	\$2,143,103	\$4,286,558	\$2,804,521	\$4,423,161	\$1,953,223	\$1,926,785	\$8,857,990	\$21,424,731
Administrative Expenses	\$166,748,438	\$158,329,321	\$180,818,463	\$178,795,994	\$184,901,385	\$182,731,292	\$167,594,360	\$192,447,630	\$185,283,677	\$184,320,962
<b>UNCLAIMED PRIZES:</b>										
Unclaimed Prizes Transferred to State	\$69,618,383	\$66,993,269	\$41,581,437	\$60,764,140	\$54,222,589	\$58,947,388	\$54,134,747	\$62,732,496	\$66,591,791	\$53,775,634
<b>ACCRUED TRANSFERS:</b>										
To General Revenue Fund	-	-	\$19,465,000	\$22,880,577	\$44,222,589	\$48,947,388	\$44,134,747	\$52,732,496	\$56,591,791	\$43,249,367
To Multicategorical Teaching Hospital Account	\$40,000,000	-	\$10,782,342	\$9,217,658	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000
To Tertiary Care Facility Account	\$29,618,383	\$66,993,269	-	-	-	-	-	-	-	-
To HHSC Graduate Medical Program	-	-	\$11,334,095	\$28,665,905	-	-	-	-	-	-
To Foundation School Fund	\$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	\$989,139,753	\$961,885,417
To Texas Veterans Commission	-	-	-	-	-	-	-	-	\$7,353,334	\$8,648,112
Total Accrued Transfers to State	\$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	\$1,063,084,879	\$1,023,782,895
	<b>FY 12</b>	<b>FY 13</b>	<b>FY 14</b>	<b>FY 15</b>	<b>FY 16</b>	<b>FY 17</b>	<b>FY 18*</b>	<b>FY 19</b>	<b>FY 20</b>	<b>Cumulative</b>
<b>SALES:</b>										
Total Sales	\$4,190,815,913	\$4,376,286,456	\$4,384,597,063	\$4,529,700,425	\$5,067,517,923	\$5,077,461,652	\$1,747,163,038	\$1,747,163,038	\$91,677,374,726	\$91,677,374,726
<b>EXPENSE:</b>										
Total Prize Expense	\$2,632,624,266	\$2,767,359,068	\$2,741,184,820	\$2,858,319,409	\$3,186,430,316	\$3,257,375,437	\$1,159,061,181	\$1,159,061,181	\$55,054,278,381	\$55,054,278,381
Prize Payout Percentage	62.8%	63.2%	62.5%	63.1%	62.9%	64.2%	66.3%	66.3%	60.1%	60.1%
Commissions	\$209,816,328	\$218,892,925	\$219,540,166	\$226,667,064	\$253,512,424	\$253,928,168	\$87,413,547	\$87,413,547	\$4,586,945,620	\$4,586,945,620
Retailer Payments	\$16,061,583	\$17,940,232	\$17,959,225	\$21,897,225	\$19,793,946	\$22,368,417	\$376,716	\$376,716	\$220,296,632	\$220,296,632
Administrative Expenses	\$169,440,523	\$181,966,473	\$185,435,445	\$189,334,443	\$206,170,765	\$215,911,246	\$47,456,372	\$47,456,372	\$4,669,030,852	\$4,669,030,852
<b>UNCLAIMED PRIZES:</b>										
Unclaimed Prizes Transferred to State	\$51,743,502	\$59,870,140	\$78,324,661	\$76,225,020	\$83,552,791	\$69,676,919	\$12,990,116	\$12,990,116	\$1,118,802,814	\$1,118,802,814
<b>ACCRUED TRANSFERS:</b>										
To General Revenue Fund	\$45,431,754	\$53,657,834	-	-	-	-	-	-	\$5,387,724,273	\$5,387,724,273
To Multicategorical Teaching Hospital Account	\$5,750,000	\$5,750,000	\$5,411,953	\$4,397,812	\$4,904,883	\$4,904,882	\$439,444	\$439,444	\$191,558,974	\$191,558,974
To Tertiary Care Facility Account	-	-	-	-	-	-	-	-	\$131,067,884	\$131,067,884
To HHSC Graduate Medical Program	-	-	-	-	-	-	-	-	\$40,000,000	\$40,000,000
To Foundation School Fund	\$1,099,034,712	\$1,148,515,795	\$1,203,771,931	\$1,225,175,057	\$1,372,719,992	\$1,312,856,719	\$384,297,181 <sup>(1)</sup>	\$384,297,181 <sup>(1)</sup>	\$21,385,881,424	\$21,385,881,424
To Texas Veterans Commission	\$5,306,574	\$6,178,158	\$11,539,037	\$13,128,754	\$14,680,974	\$16,206,348	\$6,786,749 <sup>(1)</sup>	\$6,786,749 <sup>(1)</sup>	\$89,828,040	\$89,828,040
Total Accrued Transfers to State	\$1,155,523,040	\$1,214,101,786	\$1,220,722,920	\$1,242,701,623	\$1,392,305,849	\$1,333,967,949	\$391,523,374	\$391,523,374	\$27,226,060,596	\$27,226,060,596

(1) Includes transfers from sales and unclaimed prizes

\* Through December, 2017

\* Totals may not sum due to rounding.





Texas Lottery Commission  
Annual Budget Report By Strategy  
Fiscal Year 2018  
From 9/1/2017 Through 11/30/17  
(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	\$ 7.01	\$ 1.85	\$ 4.90	\$ 0.26	96.3%	
A.1.2 Lottery Field Operations	2.99	0.66	2.16	0.17	94.2%	
A.1.3 Marketing and Promotion	6.54	0.50	3.29	2.75	57.9%	
A.1.4 Security	5.61	0.99	4.11	0.51	90.9%	
A.1.5 Central Administration	12.29	2.66	8.65	0.98	92.0%	
A.1.6 Lottery Operator Contract	109.28	20.27	87.73	1.29	98.8%	
A.1.7 Instant Ticket Production Contract	30.86	1.55	8.99	20.32	34.2%	
A.1.8 Mass Media Advertising Contract	24.63	0.52	13.73	10.38	57.8%	
A.1.9 Drawing and Broadcast Contract	2.67	0.44	2.20	0.03	98.7%	
A.1.10 Market Research Contract	0.01	-	-	0.01	0.0%	
A.1.11 Retailer Bonus	4.20	0.06	-	4.14	1.5%	
A.1.12 Retailer Commissions	24.73	-	-	24.73	0.0%	
<b>Total Fund 5025 - Lottery Dedicated Account</b>	<b>\$ 230.83</b>	<b>\$ 29.50</b>	<b>\$ 135.75</b>	<b>\$ 65.57</b>	<b>71.6%</b>	
<b>Reconciliation to General Appropriations Act:</b>						
Article IX, Section 8.02, Third Party Reimbursements	(0.86)					
Article IX, Section 14.01, Appropriation Transfers	0.12					
Article IX, Section 17.03, PR Cont-Health Ins (2018-19 GAA)	0.20					
Article IX, Section 17.06, PR Cont - Retire (2018-19 GAA)	0.10					
Unbudgeted Appropriation Authority	0.18					
<b>Total Fund 5025, General Appropriations Act</b>	<b>\$ 230.57</b>					
<b>Fund 5175 - Bingo Administration Fund</b>						
Strategy Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/Encumbered	
B.1.1 Bingo Licensing	\$ 0.64	\$ 0.15	\$ 0.48	\$ 0.02	97.3%	
B.1.2 Bingo Education and Development	0.10	0.02	0.07	0.01	94.7%	
B.1.3 Bingo Law Compliance Field Oper.	1.46	0.23	1.03	0.19	86.8%	
B.1.4 Bingo Prize Fee Collection & Acct.	0.29	0.06	0.21	0.02	92.6%	
B.1.4 Bingo Prize Fee Allocation	14.48	(0.00)	-	14.48	0.0%	
<b>Total Fund 5175 - Bingo Administration Fund</b>	<b>\$ 16.97</b>	<b>\$ 0.46</b>	<b>\$ 1.79</b>	<b>\$ 14.72</b>	<b>13.3%</b>	
<b>Reconciliation to General Appropriations Act:</b>						
Rider 8, Local Bingo Prize Fee (2018-19 GAA)	(14.48)					
Article IX, Section 17.06, PR Cont - Retire (2018-19 GAA)	0.01					
Article IX, Section 17.03, PR Cont-Health Ins (2018-19 GAA)	0.02					
Article IX, Section 14.01 Appropriation Transfers	0.01					
Unbudgeted Appropriation Authority	0.02					
<b>Total Fund 5175, General Appropriations Act</b>	<b>\$ 2.55</b>					

Totals may not sum due to rounding.

**TEXAS LOTTERY COMMISSION**  
**FY 2018 METHOD OF FINANCING SUMMARY**  
**From 9/1/2017 Through 11/30/17**

**LOTTERY-FUND 5025**

**FY 2018 Original Appropriation** **\$ 230,568,190**

Add: Article IX, Section 8.02, Third Party Reimbursements 856,998

Less: Unbudgeted Appropriation Authority (175,732)  
Article IX, Section 17.03, PR Cont-Health Ins (2018-19 GAA) (198,058)  
Article IX, Section 17.06, PR Cont - Retire (2018-19 GAA) (99,029)  
Article IX, Section 14.01, Appropriation Transfers (122,926)

**FY 2018 Adjusted Appropriation** **\$ 230,829,443**

YTD Expenditures/Encumbrances (165,255,875)

**Remaining Budget** **\$ 65,573,568**

% of Total Budget Expended/Encumbered 71.6%

**BINGO-FUND 5175**

**FY 2018 Original Appropriation** **\$ 2,549,315**

Add: Rider 8, Local Bingo Prize Fee (2018-19 GAA) 14,480,500

Less: Unbudgeted Appropriation Authority (15,678)  
Article IX, Section 17.03, PR Cont-Health Ins (2018-19 GAA) (22,026)  
Article IX, Section 17.06, PR Cont - Retire (2018-19 GAA) (11,013)  
Article IX, Section 14.01, Appropriation Transfers (9,599)

**FY 2018 Adjusted Appropriation** **\$ 16,971,499**

YTD Expenditures/Encumbrances (2,254,204)

**Remaining Budget** **\$ 14,717,295**

% of Total Budget Expended/Encumbered 13.3%



Texas Lottery Commission  
 Quarterly Budget Report  
 Fiscal Year 2018  
 From 9/1/2017 Through 11/30/17

Fund 5175 - Bingo Administration Fund

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 2,209,432	\$ 422,086	\$ 1,657,836	\$ 129,510	94.1%
6003	Longevity Pay	43,020	10,200	32,820	-	100.0%
6004	Merit Pool	30,225	-	-	30,225	0.0%
6005	Professional Fees & Services	98,579	15,933	82,646	-	100.0%
6015	Other Operating Costs	63,243	7,828	21,286	34,129	46.0%
6020	Travel	41,500	3,781	-	37,719	9.1%
6021	Out of State Travel	5,000	-	-	5,000	0.0%
6030	Grants	14,480,500	(212)	-	14,480,712	0.0%
<b>Total Fund 5175 - Bingo Administration Fund</b>		<b>\$ 16,971,499</b>	<b>\$ 459,615</b>	<b>\$ 1,794,589</b>	<b>\$ 14,717,295</b>	<b>13.3%</b>

Texas Lottery Commission  
 Quarterly Budget Report  
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 From 9/1/2017 Through 11/30/17

Fund 5025 - Lottery Dedicated Account

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 19,517,025	\$ 4,588,441	\$ 14,928,584	\$ -	100.0%
6003	Longevity Pay	403,420	93,860	309,600	(40)	100.0%
6004	Merit Pool	258,752	-	-	258,752	0.0%
6005	Professional Fees & Services	6,070,584	779,139	4,918,816	372,629	93.9%
6006	Lottery Operator Contract	109,118,852	20,101,874	87,730,491	1,286,487	98.8%
6007	Advertising	24,639,448	517,779	13,732,216	10,389,454	57.8%
6008	Retailer Bonus	28,926,013	61,787	-	28,864,226	0.2%
6009	Printing and Reproduction	29,869,139	1,599,069	9,285,633	18,984,437	36.4%
6015	Other Operating Costs	11,493,110	1,705,131	4,848,892	4,939,087	57.0%
6020	Travel	313,100	39,154	-	273,946	12.5%
6021	Out of State Travel	110,000	15,409	-	94,591	14.0%
6071	Capital Expenditures	110,000	-	-	110,000	0.0%
<b>Total Fund 5025 - Lottery Dedicated Account</b>		<b>\$ 230,829,443</b>	<b>\$ 29,501,643</b>	<b>\$ 135,754,232</b>	<b>\$ 65,573,568</b>	<b>71.6%</b>

Texas Lottery Commission  
 Encumbrance Budget Report - Annual Budget Report-Strategy  
 FY 2018  
 From 9/1/2017 Through 11/30/17

**5175 - Bingo Administration Fund**

Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
B.1.1	Bingo Licensing	643,056.47	148,366.29	477,149.45	17,540.73	97.27%
B.1.2	Bingo Education and Development	96,010.83	21,072.09	69,856.38	5,082.36	94.71%
B.1.3	Bingo Law Compliance Field Oper	1,459,554.87	234,425.22	1,032,943.50	192,186.15	86.83%
B.1.4	Bingo Prize Fee Collection & Accting	292,377.10	55,963.75	214,639.50	21,773.85	92.55%
B.1.4	Bingo Prize Fee Allocation	14,480,500.00	(212.00)	0.00	14,480,712.00	0.00%
	<b>Total Fund 5175 - Bingo Administration Fund</b>	<b><u>16,971,499.27</u></b>	<b><u>459,615.35</u></b>	<b><u>1,794,588.83</u></b>	<b><u>14,717,295.09</u></b>	<b><u>13.28%</u></b>



Texas Lottery Commission  
 Encumbrance Budget Report - Annual Budget Report-Strategy  
 FY 2018  
 From 9/1/2017 Through 11/30/17

**Fund 5025 - Lottery Dedicated Account**

Account Code	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
A.1.1	Lottery Operations	7,007,063.18	1,850,405.04	4,899,133.77	257,524.37	96.32%
A.1.2	Lottery Field Operations	2,990,238.36	659,877.56	2,157,883.08	172,477.72	94.23%
A.1.3	Marketing and Promotion	6,544,786.75	503,309.39	3,288,141.77	2,753,335.59	57.93%
A.1.4	Security	5,608,316.74	986,065.84	4,109,262.67	512,988.23	90.85%
A.1.5	Central Administration	12,288,148.63	2,661,501.41	8,646,961.44	979,685.78	92.03%
A.1.6	Lottery Operator Contract	109,284,032.00	20,267,053.48	87,730,491.37	1,286,487.15	98.82%
A.1.7	Instant Ticket Production Contract	30,864,118.69	1,554,668.47	8,994,160.58	20,315,289.64	34.18%
A.1.8	Mass Media Advertising Contracts	24,633,448.00	517,778.66	13,732,215.67	10,383,453.67	57.85%
A.1.9	Drawing and Broadcast Contract	2,668,828.00	439,196.32	2,195,981.68	33,650.00	98.74%
A.1.10	Market Research Contract	14,450.00	0.00	0.00	14,450.00	0.00%
A.1.11	Retailer Bonus	4,200,000.00	61,786.82	0.00	4,138,213.18	1.47%
A.1.12	Retailer Commissions	24,726,013.00	0.00	0.00	24,726,013.00	0.00%
<b>Total 5025 - Texas Lottery Dedicated Account</b>		<b>230,829,443.35</b>	<b>29,501,642.99</b>	<b>135,754,232.03</b>	<b>65,573,568.33</b>	<b>71.59%</b>