



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: November 21, 2016

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 October 31, 2016
- II. Agency Budget Status

Transfers to the State

Total accrued basis revenue transfers to the State for the two month period ending October 31, 2016 amounted to \$169.2 million. Of the total amount transferred to the State from sales, \$165.4 million was transferred to the Foundation School Fund and \$3.8 million was transferred to the Texas Veterans Commission. The amount transferred to the Foundation School Fund from sales represents a 0.4% decrease, or \$647 thousand, under the total amount transferred in fiscal year 2016. The amount transferred to the Fund for Veterans' Assistance from sales represents a 147.1% increase, or \$2.3 million, over the total amount transferred in fiscal year 2016. To date, cumulative accrued revenue transfers to the Foundation School Fund are \$19.9 billion.

Agency Budget Status

The FY 2016 Method of Financing budget summary as of August 31, 2016 is attached for your information. The Commission's Lottery Account budget for FY 2016 was \$238.8 million. Of this amount 92.6% was expended and encumbered through the end of the fiscal year. The Bingo Operations budget, funded by General Revenue, was \$16.6 million with 97.8% expended and encumbered through the end of the fiscal year.

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 November 4, 2016

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**	165,352,868	3,841,225		-		169,194,093
Cumulative Transfers	\$ 19,854,080,392	\$ 70,676,168	\$ 5,387,724,273	\$ 186,214,648	\$ 171,067,884	\$ 25,669,763,365

*Includes HHSC Graduate Medical Education and Tertiary Care

**As of October 2016 revenue transfer

Source: with the exception of FY 2016 and FY 2017, Audited Financial Statements

Texas Lottery Commission

Unaudited Monthly Detail of Revenue Transfers and Allocations to the State of Texas

FY 2017 Accrued Revenue Transfers		Foundation School Fund	Texas Veterans Commission	Unclaimed Prizes	Total Accrued Revenue Transfers	Reserve For Administration Expenditures
Transfer Period	Transfer Date*					
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
Total FY 2017		165,352,868	3,841,225	-	169,194,093	53,031,283

FY 2017 Reserve for Administration 53,031,283

Quarterly Detail of Unclaimed Prizes Transferred to the State of Texas

FY 2017 Accrued Revenue Transfers		Foundation School Fund	Texas Veterans Commission	Multicategorical	Total Accrued Revenue Transfers
Transfer Period	Transfer Date			Teaching Hospital Account	
Total FY 2017		-	-	-	-

* 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 October 31, 2016

	October Final	Year-to-Date	% Sales by Game
Sales Revenue			
Scratch Tickets	309,346,492.00	595,443,738.00	78.60%
Lotto Texas	9,915,660.00	18,841,303.00	2.49%
Lotto Texas Extra	1,878,960.00	3,569,400.00	0.47%
Pick 3	20,112,658.50	40,180,194.00	5.30%
Pick 3- Sum It Up	387,679.50	767,862.00	0.10%
Cash Five	3,704,909.00	7,285,686.00	0.96%
Texas Two-Step	4,288,324.00	8,953,288.00	1.18%
Mega Millions	7,567,377.00	17,388,624.00	2.30%
Megaplier	2,114,693.00	4,763,674.00	0.63%
Daily 4	7,446,702.50	14,810,543.50	1.95%
Daily 4 - Sum It Up	383,862.00	776,493.50	0.10%
Powerball	15,989,382.00	32,590,154.00	4.30%
Power Play	2,321,896.00	4,699,484.00	0.62%
All or Nothing	2,533,977.00	4,807,462.00	0.63%
Texas Triple Chance	1,401,834.00	2,711,856.00	0.36%
Sub-total Sales Revenue	389,394,406.50	757,589,762.00	100.00%
Retailer Fees	22,900.00	47,725.00	
Total Sales Revenue	389,417,306.50	757,637,487.00	
Prize Expenses			
Scratch Tickets	217,002,449.08	416,664,172.09	69.98%
Lotto Texas	4,958,168.24	9,421,161.50	50.00%
Lotto Texas Extra	1,019,966.00	1,862,498.00	52.18%
Pick 3	11,217,130.00	20,262,320.00	50.43%
Pick 3- Sum It Up	208,813.00	377,621.00	49.18%
Cash Five	1,852,454.50	3,642,843.00	50.00%
Texas Two-Step	2,470,660.59	4,804,307.67	53.66%
Mega Millions	3,675,521.04	8,779,107.87	50.49%
Megaplier	1,010,322.50	2,357,516.00	49.49%
Daily 4	2,873,175.00	6,395,300.00	43.18%
Daily 4 - Sum It Up	149,516.00	341,094.00	43.93%
Powerball	8,059,984.00	16,048,453.00	49.24%
Power Play	1,173,998.00	2,318,298.00	49.33%
All or Nothing	1,517,870.00	2,817,202.00	58.60%
Texas Triple Chance	737,735.00	1,431,686.00	52.79%
Sub-total Prize Expenses	257,927,762.95	497,523,580.13	65.67%
Less:			
Unclaimed Prizes - Transferred in FY17	-	-	
Unclaimed Prizes - Prior Month(s) Accrual*	-	(6,365,246.61)	
Unclaimed Prizes - Current Month Accrual	(2,850,851.42)	(2,850,851.42)	
Sub-total Unclaimed Prizes	(2,850,851.42)	(9,216,098.03)	
Sub-total Prize Expenses as Adjusted for Unclaimed Prizes	255,076,911.53	488,307,482.10	64.45%
Retailer Commissions	19,476,102.26	37,888,530.54	5.00%
Total Expenses	274,553,013.79	526,196,012.64	
Amount Available to Transfer	114,864,292.71	231,441,474.36	

	October Final	Year-to-Date
Amount Available to Transfer	114,864,292.71	231,441,474.36
Less:		
Total AY17 Foundation School Fund		
Transfers to Date		(82,502,876.92)
Total AY17 Texas Veterans Commission		
Transfers to Date		(1,935,383.23)
Unclaimed Prizes - Transferred in FY17	-	-
Unclaimed Prizes - Prior Month(s) Accrual*	-	(6,365,246.61)
Unclaimed Prizes - Current Month Accrual	(2,850,851.42)	(2,850,851.42)
Sub-total Unclaimed Prizes	(2,850,851.42)	(9,216,098.03)
FY17 Administrative Expenses Allocation through 10/31/16	(27,257,608.46)	(53,031,283.35)
Current Month Amount Available to Transfer	84,755,832.83	84,755,832.83
Current Month Transfer to Texas Veterans Commission	1,905,842.10	1,905,842.10
Current Month Transfer to Foundation School Fund	82,849,990.73	82,849,990.73
Total Transferred for Current Month	84,755,832.83	84,755,832.83

*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	\$4,842,957	\$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	-	\$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	\$862,845,400
	FY01	FY02	FY03	FY04	FY05	FY06	FY07	FY08	FY09
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	\$2,315,504,967	\$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%	61.2%	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	\$3,606,784	\$2,143,103	\$4,286,558	\$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	\$4,482,829	\$40,000,000	\$19,465,000	\$22,880,577	\$44,222,589	\$48,947,388	\$48,947,388	\$44,134,747	\$52,732,496
To Multicategorical Teaching Hospital Account	\$34,456,232	\$29,618,383	\$10,782,342	\$9,217,658	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000
To Tertiary Care Facility Account	-	-	-	-	-	-	-	-	-
To HHSC Graduate Medical Program	-	-	\$66,993,269	\$11,334,095	\$28,665,905	\$28,665,905	\$28,665,905	\$28,665,905	\$28,665,905
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	\$1,034,879,002	\$1,034,879,002	\$1,062,154,058
	FY10	FY11	FY12	FY13	FY14	FY15	FY16	FY17*	Cumulative
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	\$757,589,762	\$85,610,339,799
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	\$3,269,982,180	\$497,523,580	\$51,218,917,208
Prize Payout Percentage	61.5%	62.6%	62.8%	63.2%	62.5%	63.1%	64.5%	59.8%	59.8%
Commissions	\$187,302,974	\$190,808,232	\$209,816,328	\$218,892,925	\$219,540,166	\$226,667,064	\$253,512,424	\$37,888,531	\$4,283,492,436
Retailer Payments	\$8,857,990	\$21,424,731	\$16,061,583	\$17,940,232	\$17,959,225	\$21,897,293	\$19,768,929	\$548,799	\$198,075,280
Administrative Expenses	\$185,283,677	\$184,320,962	\$169,440,323	\$181,966,473	\$185,435,445	\$191,300,459	\$190,301,110	\$12,959,206	\$4,404,718,780
UNCLAIMED PRIZES									
Unclaimed Prizes Transferred to State	\$66,591,791	\$55,775,634	\$51,743,502	\$59,870,140	\$78,324,661	\$76,225,020	\$83,552,791	-	\$1,036,135,778
ACCRUED TRANSFERS:									
To General Revenue Fund	\$56,591,791	\$43,249,367	\$45,431,754	\$53,657,834	-	-	-	-	\$5,387,724,274
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	-	\$186,214,648
To Tertiary Care Facility Account	-	-	-	-	-	-	-	-	\$131,067,884
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	\$1,203,771,951	\$1,225,175,057	\$1,372,719,992	\$165,352,868	\$19,854,080,393
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	\$3,841,225	\$70,676,168
Total Accrued Transfers to State	\$1,063,084,879	\$1,023,782,895	\$1,155,523,040	\$1,214,101,786	\$1,242,701,623	\$1,242,701,623	\$1,392,305,849	\$169,194,093	\$25,669,763,367

* Totals may not sum due to rounding.

* Through October, 2016



Texas Lottery Commission
 Annual Budget Report By Strategy
 Fiscal Year 2016
 From 9/1/2015 Through 10/31/16
 (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	\$ 7.15	\$ 7.08	\$ 0.05	\$ 0.02	99.7%	
A.1.2	Lottery Field Operations	2.67	2.66	-	0.01	99.4%	
A.1.3	Marketing and Promotion	6.52	5.31	0.81	0.40	93.8%	
A.1.4	Security	5.42	4.80	0.45	0.18	96.8%	
A.1.5	Central Administration	11.56	11.25	0.13	0.18	98.4%	
A.1.6	Lottery Operator Contract	111.99	104.10	-	7.89	93.0%	
A.1.7	Instant Ticket Production Contract	28.35	26.45	1.88	0.02	99.9%	
A.1.8	Mass Media Advertising Contract	33.38	28.26	5.02	0.10	99.7%	
A.1.9	Drawing and Broadcast Contract	2.63	2.62	-	0.01	99.7%	
A.1.10	Market Research Contract	0.44	0.42	-	0.02	95.9%	
A.1.11	Retailer Bonus	3.36	1.57	-	1.79	46.8%	
A.1.12	Retailer Commissions	25.34	18.23	-	7.11	72.0%	
Total Fund 5025 - Lottery Dedicated Account		\$ 238.82	\$ 212.76	\$ 8.33	\$ 17.73	92.6%	
Reconciliation to General Appropriations Act:							
	Article IX, Section 8.02, Third Party Reimbursements	(0.44)					
	Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)	0.19					
	Article IX, Section 18.02, Salary Increase (2016-17 GAA)	(0.43)					
	Rider 9, Retailer Incentive (2016-17 GAA)	(3.33)					
	Rider 10, Contingent Appropriation, Lottery Operator (2016-17 GAA)	(14.72)					
	Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)	0.10					
	Unbudgeted Appropriation Authority	-					
Total Fund 5025, General Appropriations Act		\$ 220.18					
Fund 0001 - General Revenue Fund							
Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered	
B.1.1	Bingo Licensing	\$ 0.89	\$ 0.83	\$ 0.00	\$ 0.07	92.7%	
B.1.2	Bingo Education and Development	0.09	0.07	-	0.02	77.4%	
B.1.3	Bingo Law Compliance Field Oper.	1.49	1.24	-	0.25	83.5%	
B.1.4	Bingo Prize Fee Collection & Acct.	0.26	0.23	-	0.03	88.8%	
B.1.4	Bingo Prize Fee Allocation	13.82	13.82	-	-	100.0%	
Total Fund 0001 - General Revenue Fund		\$ 16.55	\$ 16.19	\$ 0.00	\$ 0.36	97.8%	
Reconciliation to General Appropriations Act:							
	Rider 8, Local Bingo Prize Fee (2016-17 GAA)	(12.64)					
	Rider 8 Increase Bingo Prize Fee Allocation (2016-17 GAA)	(1.19)					
	Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)	0.02					
	Article IX, Section 18.02, Salary Increase (2016-17 GAA)	(0.05)					
	Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)	0.01					
	Unbudgeted Appropriation Authority	0.06					
Total Fund 0001, General Appropriations Act		\$ 2.77					

Totals may not sum due to rounding.

TEXAS LOTTERY COMMISSION
FY 2016 METHOD OF FINANCING SUMMARY
From 9/1/2015 Through 10/31/16

LOTTERY-FUND 5025

FY 2016 Original Appropriation	\$	220,182,308
Add: Article IX, Section 8.02, Third Party Reimbursements		439,431
Article IX, Section 18.02, Salary Increase (2016-17 GAA)		433,376
Rider 10, Lottery Operator Contract (2016-17 GAA)		14,723,502
Rider 9, Retailer Incentive (2016-17 GAA)		3,331,260
Less: Unbudgeted Appropriation Authority		-
Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)		(192,510)
Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)		(96,255)
 FY 2016 Adjusted Appropriation	 \$	 238,821,112
YTD Expenditures/Encumbrances		(221,092,901)
 Remaining Budget	 \$	 17,728,212
% of Total Budget Expended/Encumbered		92.6%

BINGO-FUND 0001

FY 2016 Original Appropriation	\$	2,772,945
Add: Rider 8, Local Bingo Prize Fee (2016-17 GAA)		12,635,500
Rider 8 Increase Bingo Prize Fee Allocation (2016-17 GAA)		1,185,809
Article IX, Section 18.02, Salary Increase (2016-17 GAA)		54,731
Less: Unbudgeted Appropriation Authority		(58,668)
Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)		(23,877)
Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)		(11,938)
 FY 2016 Adjusted Appropriation	 \$	 16,554,502
YTD Expenditures/Encumbrances		(16,192,738)
 Remaining Budget	 \$	 361,764
% of Total Budget Expended/Encumbered		97.8%

Texas Lottery Commission
Encumbrance Budget Report - Annual Budget Report-Strategy
FY 2016
From 9/1/2015 Through 10/31/2016

Fund 5025 - Lottery Dedicated Account

Account Code	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
A.1.1	Lottery Operations	7,151,994.78	7,083,259.44	45,653.86	23,081.48	99.68%
A.1.2	Lottery Field Operations	2,673,777.76	2,659,010.13	0.00	14,767.63	99.45%
A.1.3	Marketing and Promotion	6,517,158.01	5,307,828.94	807,924.00	401,405.07	93.84%
A.1.4	Security	5,424,601.15	4,802,638.22	446,147.50	175,815.43	96.76%
A.1.5	Central Administration	11,560,844.01	11,251,641.65	127,936.44	181,265.92	98.43%
A.1.6	Lottery Operator Contract	111,987,078.57	104,098,280.43	0.00	7,888,798.14	92.96%
A.1.7	Instant Ticket Production Contract	28,348,830.34	26,446,834.41	1,883,316.56	18,679.37	99.93%
A.1.8	Mass Media Advertising Contracts	33,384,084.89	28,258,970.88	5,021,264.58	103,849.43	99.69%
A.1.9	Drawing and Broadcast Contract	2,632,533.00	2,623,742.92	0.00	8,790.08	99.67%
A.1.10	Market Research Contract	442,620.00	424,415.00	0.00	18,205.00	95.89%
A.1.11	Retailer Bonus	3,360,000.00	1,571,722.22	0.00	1,788,277.78	46.78%
A.1.12	Retailer Commissions	25,337,589.62	18,232,313.39	0.00	7,105,276.23	71.96%
	Total 5025 - Texas Lottery Dedicated Account	<u>238,821,112.13</u>	<u>212,760,657.63</u>	<u>8,332,242.94</u>	<u>17,728,211.56</u>	<u>92.58%</u>

Texas Lottery Commission
 Encumbrance Budget Report - Annual Budget Report-Strategy
 FY 2016
 From 9/1/2015 Through 10/31/2016

0001 - General Revenue Fund

Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
B.1.1	Bingo Licensing	893,187.31	827,620.10	321.00	65,246.21	92.69%
B.1.2	Bingo Education and Development	93,775.72	72,620.60	0.00	21,155.12	77.44%
B.1.3	Bingo Law Compliance Field Oper	1,489,245.99	1,242,784.62	0.00	246,461.37	83.45%
B.1.4	Bingo Prize Fee Collection & Accting	256,983.43	228,082.70	0.00	28,900.73	88.75%
B.1.4	Bingo Prize Fee Allocation	13,821,309.40	13,821,309.40	0.00	0.00	100.00%
	Total Fund 0001 - General Revenue Fund	<u>16,554,501.85</u>	<u>16,192,417.42</u>	<u>321.00</u>	<u>361,763.43</u>	<u>97.81%</u>

Texas Lottery Commission
Quarterly Budget Report
Fiscal Year 2016
From 9/1/2015 Through 10/31/2016

Fund 5025 - Lottery Dedicated Account

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/Encumbered
6001	Salaries and Wages	\$ 18,799,079	\$ 18,790,071	\$ -	\$ 9,008	99.95%
6003	Longevity Pay	399,240	398,300	-	940	99.76%
6004	Merit Pool	9,916	-	-	9,916	0.00%
6005	Professional Fees & Services	5,959,697	5,681,509	6,844	271,344	95.45%
6006	Lottery Operator Contract	112,131,193	104,242,395	-	7,888,798	92.96%
6007	Advertising	33,558,093	28,416,401	5,035,406	106,286	99.68%
6008	Retailer Bonus	28,697,590	19,804,036	-	8,893,554	69.01%
6009	Printing and Reproduction	25,100,411	25,069,291	-	31,120	99.88%
6015	Other Operating Costs	13,619,245	9,866,040	3,289,993	463,211	96.60%
6020	Travel	288,916	267,463	-	21,453	92.57%
6021	Out of State Travel	110,000	78,844	-	31,156	71.68%
6071	Capital Expenditures	147,733	146,308	-	1,425	99.04%
Total Fund 5025 - Lottery Dedicated Account		\$ 238,821,112	\$ 212,760,658	\$ 8,332,243	\$ 17,728,212	92.58%

Texas Lottery Commission
 Quarterly Budget Report
 Fiscal Year 2016
 From 9/1/2015 Through 10/31/2016

Fund 0001 - General Revenue Fund

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 2,187,227	\$ 1,954,746	\$ -	\$ 232,481	89.37%
6003	Longevity Pay	47,940	46,840	-	1,100	97.71%
6004	Merit Pool	37,567	-	-	37,567	0.00%
6005	Professional Fees & Services	313,914	281,077	-	32,837	89.54%
6015	Other Operating Costs	70,586	57,932	321	12,334	82.53%
6020	Travel	67,318	25,722	-	41,596	38.21%
6021	Out of State Travel	8,640	4,791	-	3,849	55.45%
6030	Grants	13,821,309	13,821,309	-	-	100.00%
Total Fund 0001 - General Revenue Fund		\$ 16,554,502	\$ 16,192,417	\$ 321	\$ 361,763	97.81%