



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: January 20, 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 December 31, 2016
- II. Agency Budget Status

Transfers to the State

Total accrued basis revenue transfers to the State for the four month period ending December 31, 2016 amounted to \$360.6 million. Of the total amount transferred to the State from sales, \$339.7 million was transferred to the Foundation School Fund; \$7.5 million was transferred to the Texas Veterans Commission with the remaining balance of \$13.4 million transferred from unclaimed prizes. The amount transferred to the Foundation School Fund from sales represents a 0.7% decrease, or \$2.4 million, under the total amount transferred in fiscal year 2016. To date, cumulative accrued revenue transfers to the Foundation School Fund are \$20.0 billion.

Agency Budget Status

The FY 2017 Method of Financing budget summary as of November 30, 2016 is attached for your information. The Commission's Lottery Account budget for FY 2017 is \$232.3 million. Of this amount 69.5% was expended and encumbered through the end of the first quarter. The Bingo Operations budget, funded by General Revenue, is \$15.4 million with 37.8% 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 5, 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	7,353,334	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**	347,639,605	8,091,386		4,904,882		360,635,873
Cumulative Transfers	\$ 20,036,367,130	\$ 74,926,328	\$ 5,387,724,273	\$ 191,119,530	\$ 171,067,884	\$ 25,861,205,145

*Includes HHSC Graduate Medical Education and Tertiary Care

**As of December 2016 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 Revenue Transfers 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	82,502,876.92	1,935,383.23		84,438,260.15	25,773,674.89
October-16	11/04/16	82,849,990.73	1,905,842.10		84,755,832.83	27,257,608.46
November-16	12/07/16	88,495,811.53	1,940,960.08	13,419,252.75	103,856,024.36	27,951,437.33
December-16	01/05/17	85,883,917.56	1,701,838.13		87,585,755.69	29,691,248.83
Total FY 2017		339,732,596.74	7,484,023.54	13,419,252.75	360,635,873.03	110,673,969.51
FY 2017 Reserve for Administration						110,673,969.51

Quarterly Detail of Unclaimed Prizes Transferred to the State of Texas				
FY 2017 Accrued Revenue Transfers Transfer Period	Transfer Date	Foundation School Fund	Texas Veterans Commission	Multicategorical Teaching Hospital Account
November-16	12/07/16	7,907,008.50	607,362.25	4,904,882.00
Total FY 2017		7,907,008.50	607,362.25	4,904,882.00
				13,419,252.75

* 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, 2016

	December Final	Year-to-Date	
Sales Revenue			% Sales by Game
Scratch Tickets	338,428,971.00	1,242,163,224.00	78.57%
Lotto Texas	9,583,717.00	37,049,946.00	2.34%
Lotto Texas Extra	1,846,709.00	7,098,355.00	0.45%
Pick 3	22,013,506.50	82,347,596.50	5.21%
Pick 3- Sum It Up	411,677.50	1,564,205.50	0.10%
Cash Five	3,847,090.00	14,701,477.00	0.93%
Texas Two-Step	5,957,871.00	18,565,659.00	1.17%
Mega Millions	9,267,104.00	34,892,783.00	2.21%
Megaplier	2,521,725.00	9,591,430.00	0.61%
Daily 4	8,652,646.50	31,012,227.00	1.96%
Daily 4 - Sum It Up	466,345.00	1,637,131.00	0.10%
Powerball	15,094,916.00	74,869,211.00	4.74%
Power Play	2,249,735.00	10,536,864.00	0.67%
All or Nothing	2,505,494.00	9,714,824.00	0.61%
Texas Triple Chance	1,313,190.00	5,311,774.00	0.34%
Sub-total Sales Revenue	424,160,697.50	1,581,056,707.00	100.00%
Retailer Fees	27,715.00	103,140.00	
Total Sales Revenue	424,188,412.50	1,581,159,847.00	
Prize Expenses			Prize Expenses as % of Revenue
Scratch Tickets	236,166,301.74	868,458,171.19	69.91%
Lotto Texas	4,797,734.50	18,531,992.43	50.02%
Lotto Texas Extra	938,250.00	3,775,732.00	53.19%
Pick 3	10,485,310.00	40,781,390.00	49.52%
Pick 3- Sum It Up	163,483.00	712,226.00	45.53%
Cash Five	1,923,545.00	7,350,738.50	50.00%
Texas Two-Step	2,924,767.37	9,549,355.94	51.44%
Mega Millions	4,684,114.38	17,784,664.41	50.97%
Megaplier	1,254,855.50	4,794,642.50	49.99%
Daily 4	9,816,850.00	19,431,600.00	62.66%
Daily 4 - Sum It Up	1,746,998.00	2,257,938.00	137.92%
Powerball	7,578,352.00	37,459,859.00	50.03%
Power Play	1,129,718.50	5,273,040.00	50.04%
All or Nothing	1,390,930.00	5,317,106.00	54.73%
Texas Triple Chance	696,935.00	2,718,004.00	51.17%
Sub-total Prize Expenses	285,698,144.99	1,044,196,459.97	66.04%
Less:			
Unclaimed Prizes - Transferred in FY17	-	(13,419,252.75)	
Unclaimed Prizes - Prior Month(s) Accrual*	-	-	
Unclaimed Prizes - Current Month Accrual	(17,947,730.81)	(17,947,730.81)	
Sub-total Unclaimed Prizes	(17,947,730.81)	(31,366,983.56)	
Sub-total Prize Expenses as Adjusted for Unclaimed Prizes	267,750,414.18	1,012,829,476.41	64.06%
Retailer Commissions	21,213,262.99	79,072,797.24	5.00%
Total Expenses	288,963,677.17	1,091,902,273.65	
Amount Available to Transfer	135,224,735.33	489,257,573.35	

	December Final	Year-to-Date	
Amount Available to Transfer	135,224,735.33	489,257,573.35	
Less:			
Total AY17 Foundation School Fund			
Transfers to Date		(253,848,679.18)	
Total AY17 Texas Veterans Commission			
Transfers to Date		(5,782,185.41)	
Unclaimed Prizes - Transferred in FY17	-	(13,419,252.75)	
Unclaimed Prizes - Prior Month(s) Accrual*	-	-	
Unclaimed Prizes - Current Month Accrual	(17,947,730.81)	(17,947,730.81)	
Sub-total Unclaimed Prizes	(17,947,730.81)	(31,366,983.56)	
FY17 Administrative Expenses Allocation through 12/31/16	(29,691,248.83)	(110,673,969.51)	
Current Month Amount Available to Transfer	87,585,755.69	87,585,755.69	
Current Month Transfer to Texas Veterans Commission	1,701,838.13	1,701,838.13	
Current Month Transfer to Foundation School Fund	85,883,917.56	85,883,917.56	
Total Transferred for Current Month	87,585,755.69	87,585,755.69	

*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	\$5,596,251	\$4,482,957	\$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	\$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	\$862,845,400
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	\$3,606,784	\$2,143,103	\$4,286,558	\$2,804,521	\$4,423,161	\$1,953,223	\$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	-	-	-	\$11,334,095	\$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	\$1,093,020,005	\$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	\$1,581,056,707	\$86,433,806,744
EXPENSE:									
Total Prize Expense	\$2,300,182,561	\$2,387,243,785	\$2,632,624,266	\$2,767,359,068	\$2,741,184,820	\$2,838,319,409	\$3,186,430,316	\$1,044,196,460	\$51,682,038,223
Prize Payout Percentage	61.5%	62.6%	62.8%	63.2%	62.5%	63.1%	62.9%	-	59.8%
Commissions	\$187,302,974	\$190,808,232	\$209,816,328	\$218,892,925	\$219,540,166	\$226,667,064	\$253,512,424	\$79,072,797	\$4,324,676,703
Retailer Payments	\$8,857,990	\$21,424,731	\$16,061,583	\$17,940,232	\$17,959,225	\$21,897,293	\$19,793,946	\$593,851	\$198,145,350
Administrative Expenses	\$185,283,677	\$184,320,962	\$169,440,523	\$181,966,473	\$185,435,445	\$189,334,443	\$206,170,765	\$47,446,419	\$4,453,109,650
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	\$13,419,253	\$1,049,555,031
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	\$5,411,953	\$4,397,812	\$4,904,883	\$4,904,883	\$4,904,882	\$191,119,530
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	\$1,203,771,931	\$1,225,175,057	\$1,372,719,992	\$347,639,605	\$20,036,367,131
To Texas Veterans Commission	\$7,353,334	\$8,648,112	\$5,306,574	\$6,178,158	\$11,339,037	\$13,128,754	\$14,680,974	\$8,091,386	\$74,926,328
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	\$360,635,873	\$25,861,205,147

* Totals may not sum due to rounding

*Through December, 2016



Texas Lottery Commission
Annual Budget Report By Strategy
Fiscal Year 2017
From 9/1/2016 Through 11/30/16
(In Millions)

Fund 5025 - Lottery Dedicated Account						
Strategy	Strategy Title	Budget	Expenditures	YTD	YTD	Total Budget
				Encumbrance	Variance	% Expended/
						Encumbered
A.1.1	Lottery Operations	\$ 7.41	\$ 2.04	\$ 5.03	\$ 0.35	95.3%
A.1.2	Lottery Field Operations	2.80	0.64	1.94	0.21	92.3%
A.1.3	Marketing and Promotion	6.94	1.03	4.95	0.96	86.1%
A.1.4	Security	5.49	1.07	4.06	0.35	93.5%
A.1.5	Central Administration	12.44	2.85	8.40	1.18	90.5%
A.1.6	Lottery Operator Contract	97.45	18.16	79.12	0.17	99.8%
A.1.7	Instant Ticket Production Contract	32.00	4.52	4.76	22.72	29.0%
A.1.8	Mass Media Advertising Contract	32.00	1.22	18.27	12.51	60.9%
A.1.9	Drawing and Broadcast Contract	2.64	0.44	2.20	-	100.0%
A.1.10	Market Research Contract	0.44	0.05	0.14	0.26	41.9%
A.1.11	Retailer Bonus	4.20	0.59	-	3.61	14.1%
A.1.12	Retailer Commissions	28.51	-	-	28.51	0.0%
	Total Fund 5025 - Lottery Dedicated Account	\$ 232.30	\$ 32.61	\$ 128.86	\$ 70.83	69.5%

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	(8.00)
Rider 9b, Retailer Commissions	(6.46)
Unbudgeted Appropriation Authority	2.90
Total Fund 5025, General Appropriations Act	\$ 220.20

Fund 0001 - General Revenue Fund						
Strategy	Strategy Title	Budget	Expenditures	YTD	YTD	Total Budget
				Encumbrance	Variance	% Expended/
						Encumbered
B.1.1	Bingo Licensing	\$ 0.71	\$ 0.16	\$ 0.50	\$ 0.05	93.2%
B.1.2	Bingo Education and Development	0.09	0.02	0.07	0.00	96.1%
B.1.3	Bingo Law Compliance Field Oper.	1.62	0.30	1.13	0.18	85.6%
B.1.4	Bingo Prize Fee Collection & Acct.	0.31	0.07	0.23	0.01	96.5%
B.1.4	Bingo Prize Fee Allocation	12.64	3.34	-	9.30	26.4%
	Total Fund 0001 - General Revenue Fund	\$ 15.36	\$ 3.89	\$ 1.92	\$ 9.55	37.8%

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 11/30/16

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	8,000,000
	Rider 9b, Retailer Commissions	6,457,278
Less:	Unbudgeted Appropriation Authority	(2,902,458)
	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	\$ 232,302,994
YTD Expenditures/Encumbrances	(161,470,658)
Remaining Budget	\$ 70,832,336
% of Total Budget Expended/Encumbered	69.5%

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		(5,812,179)

Remaining Budget	\$ 9,546,793
% of Total Budget Expended/Encumbered	37.8%

Texas Lottery Commission
Encumbrance Budget Report - Annual Budget Report-Strategy
FY 2017
From 9/1/2016 Through 11/30/16

Fund 5025 - Lottery Dedicated Account

Account Code	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
A.1.1	Lottery Operations	7,411,314.72	2,036,511.51	5,029,490.84	345,312.37	95.34%
A.1.2	Lottery Field Operations	2,795,349.95	639,520.27	1,941,219.82	214,609.86	92.32%
A.1.3	Marketing and Promotion	6,944,624.73	1,026,374.72	4,953,385.95	964,864.06	86.11%
A.1.4	Security	5,485,058.96	1,073,367.77	4,056,953.51	354,737.68	93.53%
A.1.5	Central Administration	12,435,473.71	2,853,837.92	8,404,224.15	1,177,411.64	90.53%
A.1.6	Lottery Operator Contract	97,448,281.00	18,160,745.34	79,116,277.46	171,258.20	99.82%
A.1.7	Instant Ticket Production Contract	32,000,000.00	4,519,506.07	4,758,604.77	22,721,889.16	28.99%
A.1.8	Mass Media Advertising Contracts	32,000,000.00	1,217,182.73	18,269,310.89	12,513,506.38	60.90%
A.1.9	Drawing and Broadcast Contract	2,635,178.00	439,196.32	2,195,981.68	0.00	100.00%
A.1.10	Market Research Contract	442,315.00	46,200.00	138,915.00	257,200.00	41.85%
A.1.11	Retailer Bonus	4,200,000.00	593,850.92	0.00	3,606,149.08	14.14%
A.1.12	Retailer Commissions	28,505,398.00	0.00	0.00	28,505,398.00	0.00%
Total 5025 - Texas Lottery Dedicated Account		232,302,994.07	32,606,293.57	128,864,364.07	70,832,336.43	69.51%

Texas Lottery Commission
Encumbrance Budget Report - Annual Budget Report-Strategy
FY 2017
From 9/1/2016 Through 11/30/16

0001 - General Revenue Fund

Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
B.1.1	Bingo Licensing	706,358.88	162,893.67	495,526.79	47,938.42	93.21%
B.1.2	Bingo Education and Development	89,515.98	20,544.09	65,457.27	3,514.62	96.07%
B.1.3	Bingo Law Compliance Field Oper	1,615,276.12	301,404.41	1,129,632.17	184,239.54	88.59%
B.1.4	Bingo Prize Fee Collection & Accting	312,321.49	72,101.40	229,344.17	10,875.92	96.52%
B.1.4	Bingo Prize Fee Allocation	12,635,500.00	3,335,275.05	0.00	9,300,224.95	26.40%
	Total Fund 0001 - General Revenue Fund	<u>15,358,972.47</u>	<u>3,892,218.62</u>	<u>1,919,960.40</u>	<u>9,546,793.45</u>	<u>37.84%</u>

Texas Lottery Commission
Quarterly Budget Report
Fiscal Year 2017
From 9/1/2016 Through 11/30/16

Fund 5025 - Lottery Dedicated Account

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 19,643,048	\$ 4,646,182	\$ 14,773,737	\$ 223,129	98.9%
6003	Longevity Pay	419,840	98,160	317,620	4,060	99.0%
6004	Merit Pool	291,761	-	-	291,761	0.0%
6005	Professional Fees & Services	6,243,281	994,810	4,913,083	335,389	94.6%
6006	Lottery Operator Contract	97,564,281	18,399,492	79,116,277	48,512	100.0%
6007	Advertising	32,183,008	1,228,085	18,436,180	12,518,743	61.1%
6008	Retailer Bonus	32,705,398	593,851	-	32,111,547	1.8%
6009	Printing and Reproduction	27,917,575	4,573,664	5,100,821	18,243,089	34.7%
6015	Other Operating Costs	14,617,201	1,867,443	6,206,646	6,543,112	55.2%
6020	Travel	342,543	70,766	-	271,777	20.7%
6021	Out of State Travel	110,000	18,688	-	91,312	17.0%
6071	Capital Expenditures	265,058	115,152	-	149,906	43.4%
Total Fund 5025 - Lottery Dedicated Account		\$ 232,302,994	\$ 32,606,294	\$ 128,864,364	\$ 70,832,336	69.5%

Texas Lottery Commission
Quarterly Budget Report
Fiscal Year 2017
From 9/1/2016 Through 11/30/16

Fund 0001 - General Revenue Fund

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/Encumbered
6001	Salaries and Wages	\$ 2,359,031	\$ 503,876	\$ 1,774,326	\$ 80,830	96.6%
6003	Longevity Pay	52,060	11,740	39,280	1,040	98.0%
6004	Merit Pool	36,929	-	-	36,929	0.0%
6005	Professional Fees & Services	139,814	16,907	86,018	36,890	73.6%
6015	Other Operating Costs	59,598	17,774	20,337	21,486	63.9%
6020	Travel	67,400	5,754	-	61,646	8.5%
6021	Out of State Travel	8,640	893	-	7,747	10.3%
6030	Grants	12,635,500	3,335,275	-	9,300,225	26.4%
Total Fund 0001 - General Revenue Fund		\$ 15,358,972	\$ 3,892,219	\$ 1,919,960	\$ 9,546,793	37.8%