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: November 27, 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 2018 transferred as of November 8, 2017

II. Agency Budget Status

Transfers to the State
Total accrued basis revenue transfers to the State for the two-month period ending October 31, 2017 amounted to $174.9 million. Of the total amount transferred to the State from sales, $172.2 million was transferred to the Foundation School Fund and $2.7 million was transferred to the Texas Veterans Commission. The amount transferred to the Foundation School Fund from sales represents a 4.1% increase, or $6.8 million, over the total amount transferred in fiscal year 2017. To date, cumulative accrued revenue transfers to the Foundation School Fund are $21.1 billion.

Agency Budget Status
The FY 2017 Method of Financing budget summary as of August 31, 2017 is attached for your information. The Commission's Lottery Account budget for FY 2017 was $261.8 million. Of this amount 93.5% was expended and encumbered through the end of the fiscal year. The Bingo Operations budget, funded by General Revenue, was $16.7 million with 97.1% 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 8, 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	1,312,856,719	16,206,348		4,904,882		1,333,967,949
FY 2018**	172,168,389	2,713,209		-		174,881,598
Cumulative Transfers	$ 21,173,752,633	$ 85,754,499	$ 5,387,724,273	$ 191,119,530	$ 171,067,884	$ 27,009,418,820

*Includes HHSC Graduate Medical Education and Tertiary Care

**As of October 2017 revenue transfer

Source: with the exception of FY 2017 and 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 Transfer Period	Transfer Date*	Foundation School Fund	Texas Veterans Commission	Unclaimed Prizes	Total Accrued Revenue Transfers	Reserve For Administration Expenditures
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
	Total FY 2018	**172,168,389**	**2,713,209**	-	**174,881,598**	**57,104,035**

FY 2018 Reserve for Administration	**57,104,035**

Quarterly Detail of Unclaimed Prizes Transferred to the State of Texas

FY 2018 Accrued Revenue Transfers Transfer Period	Transfer Date	Foundation School Fund	Texas Veterans Commission	Multicategorical Teaching Hospital Account	Total Accrued Revenue Transfers
		-	-	-	-
	Total FY 2018	-	-	-	-

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

Texas Lottery Commission
Summary Financial Information

(Audited unless otherwise noted)

	FY92	FY93	FY94	FY95	FY96	FY97	FY98	FY99	FY00	FY01
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	$2,825,298,062
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	$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	$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
UNCLAIMED PRIZES:										
Unclaimed Prizes Transferred to State	-	-	-	$2,647,094	$7,284,316	$2,982,148	-	$9,688,000	$35,517,171	$38,939,061
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	-	-	-	-
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	$1,097,795,590	$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	$1,097,795,590	$953,370,758	$862,845,399	$863,998,907

	FY02	FY03	FY04	FY05	FY06	FY07	FY08	FY09	FY10	FY 11
SALES:										
Total Sales	$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	$3,738,369,487	$3,811,270,135
EXPENSE:										
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	$183,176,006	$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
UNCLAIMED PRIZES:										
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
ACCRUED TRANSFERS:										
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

	FY 12	FY 13	FY14	FY15	FY16	FY17	FY18*	FY19	FY20	Cumulative
SALES:						Unaudited	Unaudited			Unaudited
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	$815,771,926			$90,745,983,614
EXPENSE:										
Total Prize Expense	$2,632,624,266	$2,767,359,068	$2,741,184,820	$2,858,319,409	$3,186,430,316	$3,327,052,263	$543,063,290			$54,507,957,316
Prize Payout Percentage	62.8%	63.2%	62.5%	63.1%	62.9%	65.5%	66.6%			60.1%
Commissions	$209,816,328	$218,892,925	$219,540,166	$226,667,064	$253,512,424	$253,928,168	$40,798,023			$4,540,330,096
Retailer Payments	$16,061,583	$17,940,232	$17,959,225	$21,897,293	$19,793,946	$22,319,775	$35,095			$219,906,368
Administrative Expenses	$169,440,523	$181,966,473	$185,435,445	$189,334,443	$206,170,765	$207,402,737	$13,344,289			$4,626,410,260
UNCLAIMED PRIZES:										
Unclaimed Prizes Transferred to State	$51,743,502	$59,870,140	$78,324,661	$76,225,020	$83,552,791	$69,676,919	-			$1,105,812,697
ACCRUED TRANSFERS:										
To General Revenue Fund	$45,431,754	$53,657,834	-	-	-	-	-			$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				$191,119,530
To Tertiary Care Facility Account	-	-	-	-	-	-	-			$131,067,884
To HHSC Graduate Medical Program	-	-	-	-	-	-	-			$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	$172,168,389			$21,173,752,633
To Texas Veterans Commission	$5,306,574	$6,178,158	$11,539,037	$13,128,754	$14,680,974	$16,206,348	$2,713,209			$85,754,499
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	$174,881,598			$27,009,418,820

* Totals may not sum due to rounding.

*Through October, 2017

Prepared by: *Office of the Controller*

TEXAS LOTTERY COMMISSION
Unaudited Transfer Calculation for Fund 5025
For the Period October 31, 2017

		October Final		Year-to-Date	
Sales Revenue					% Sales by Game
Scratch Tickets	$	336,772,599	$	650,340,916	79.72%
Lotto Texas		9,217,013		18,413,091	2.26%
Lotto Texas Extra		1,960,410		3,925,235	0.48%
Pick 3		20,523,989		41,060,209	5.03%
Pick 3- Sum It Up		403,261		814,360	0.10%
Cash Five		3,553,631		7,055,128	0.86%
Texas Two-Step		4,179,458		7,956,858	0.98%
Mega Millions		8,411,808		17,763,448	2.18%
Megaplier		2,314,370		5,014,748	0.61%
MM Just the Jackpot		86,094		86,094	0.01%
Daily 4		9,144,190		17,774,766	2.18%
Daily 4 - Sum It Up		497,594		965,527	0.12%
Powerball		16,639,304		32,454,305	3.98%
Power Play		2,576,594		5,131,604	0.63%
All or Nothing		2,443,204		4,853,966	0.60%
Texas Triple Chance		1,080,528		2,161,672	0.26%
Sub-total Sales Revenue		419,804,046		815,771,926	100.00%
Retailer Fees		52,595		75,020	
Total Sales Revenue		**419,856,641**		**815,846,946**	
Prize Expenses					Prize Expenses as % of Revenue
Scratch Tickets		236,499,513		455,901,791	70.10%
Lotto Texas		4,609,234		8,963,364	48.68%
Lotto Texas Extra		1,015,876		2,239,818	57.06%
Pick 3		9,569,390		19,140,460	46.62%
Pick 3- Sum It Up		195,486		382,815	47.01%
Cash Five		1,776,816		3,527,564	50.00%
Texas Two-Step		2,171,066		4,044,636	50.83%
Mega Millions		4,358,649		9,252,564	52.09%
Megaplier		1,179,799		2,562,297	51.10%
MM Just the Jackpot		36,967		36,967	42.94%
Daily 4		6,818,600		14,540,625	81.80%
Daily 4 - Sum It Up		183,441		389,585	40.35%
Powerball		7,979,892		16,054,121	49.47%
Power Play		1,236,826		2,542,545	49.55%
All or Nothing		1,135,260		2,507,642	51.66%
Texas Triple Chance		487,936		976,497	45.17%
Sub-total Prize Expenses		279,254,751		543,063,290	66.57%
Less:					
Unclaimed Prizes - Transferred in FY18		-		-	
Unclaimed Prizes - Prior Month(s) Accrual*		-		(3,002,761)	
Unclaimed Prizes - Current Month Accrual		(7,131,270)		(7,131,270)	
Sub-total Unclaimed Prizes		(7,131,270)		(10,134,031)	
Sub-total Prize Expenses as Adjusted for Unclaimed Prizes		**272,123,482**		**532,929,260**	**65.32%**
Retailer Commissions		20,995,147		40,798,023	5.00%
Total Expenses		**293,118,628**		**573,727,282**	
Amount Available to Transfer	$	**126,738,013**	$	**242,119,664**	

		October Final		Year-to-Date
Amount Available to Transfer	$	**126,738,013**	$	**242,119,664**
Less:				
Total AY18 Foundation School Fund Transfers to Date				(83,341,221)
Total AY18 Texas Veterans Commission Transfers to Date				(1,319,918)
Unclaimed Prizes - Transferred in FY18		-		-
Unclaimed Prizes - Prior Month(s) Accrual*		-		(3,002,761)
Unclaimed Prizes - Current Month Accrual		(7,131,270)		(7,131,270)
Sub-total Unclaimed Prizes		(7,131,270)		(10,134,031)
FY18 Administrative Expenses Allocation through 10/31/17		(29,386,283)		(57,104,035)
Current Month Amount Available to Transfer	$	**90,220,460**	$	**90,220,460**
Current Month Transfer to Texas Veterans Commission		**1,393,291**		**1,393,291**
Current Month Transfer to Foundation School Fund		**88,827,168**		**88,827,168**
Total Transferred for Current Month	$	**90,220,460**	$	**90,220,460**

*Unclaimed Prizes are transferred on a quarterly basis

*Totals may not sum due to rounding.

Texas Lottery Commission
Annual Budget Report By Strategy
Fiscal Year 2017
From 9/1/2016 Through 10/31/2017
(In Millions)

Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
Fund 5025 - Lottery Dedicated Account						
A.1.1	Lottery Operations	$ 7.22	$ 7.02	$ 0.03	$ 0.17	97.6%
A.1.2	Lottery Field Operations	2.71	2.70	-	0.01	99.7%
A.1.3	Marketing and Promotion	6.65	5.85	0.54	0.27	96.0%
A.1.4	Security	5.16	5.03	0.07	0.07	98.7%
A.1.5	Central Administration	11.80	11.46	0.05	0.29	97.6%
A.1.6	Lottery Operator Contract	112.21	105.87	-	6.33	94.4%
A.1.7	Instant Ticket Production Contract	49.19	45.03	3.89	0.28	99.4%
A.1.8	Mass Media Advertising Contract	31.96	29.88	2.06	0.02	100.0%
A.1.9	Drawing and Broadcast Contract	2.63	2.63	-	-	100.0%
A.1.10	Market Research Contract	0.44	0.43	-	0.02	96.1%
A.1.11	Retailer Bonus	3.36	1.91	-	1.45	56.7%
A.1.12	Retailer Commissions	28.51	20.46	-	8.04	71.8%
	Total Fund 5025 - Lottery Dedicated Account	**$ 261.84**	**$ 238.26**	**$ 6.64**	**$ 16.94**	**93.5%**
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 10, Lottery Operator Contract (2016-17 GAA)	(14.76)				
	Rider 11, Appn of Increased Revenues (UB'd from FY16)	(9.93)				
	Rider 11, Appn of Increased Revenues (2016-2017 GAA)	(9.95)				
	Rider 9b, Retailer Commissions (2016-2017 GAA)	(6.46)				
	Unbudgeted Appropriation Authority	-				
Total Fund 5025, General Appropriations Act		**$ 220.20**				

Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
Fund 0001 - General Revenue Fund						
B.1.1	Bingo Licensing	$ 0.80	$ 0.76	$ -	$ 0.04	95.5%
B.1.2	Bingo Education and Development	0.09	0.08	-	0.01	93.2%
B.1.3	Bingo Law Compliance Field Oper.	1.52	1.13	0.00	0.39	74.5%
B.1.4	Bingo Prize Fee Collection & Acct.	0.31	0.26	-	0.05	83.3%
B.1.4	Bingo Prize Fee Allocation	13.94	13.94	-	-	100.0%
	Total Fund 0001 - General Revenue Fund	**$ 16.66**	**$ 16.18**	**$ 0.00**	**$ 0.48**	**97.1%**
Reconciliation to General Appropriations Act:						
	Rider 8, Local Bingo Prize Fee (2016-17 GAA)	(13.94)				
	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 10/31/17

LOTTERY-FUND 5025

FY 2017 Original Appropriation		**$**	**220,196,185**
Add:	Article IX, Section 8.02, Third Party Reimbursements		457,472
	Article IX, Section 18.02, Salary Increase (2016-17 GAA)		393,557
	Rider 10, Lottery Operator Contract (2016-17 GAA)		14,758,544
	Rider 11, Appn of Increased Revenues (UB'd from FY16)		9,927,154
	Rider 11, Appn of Increased Revenues (2016-2017 GAA)		9,950,781
	Rider 9b, Retailer Commissions (2016-2017 GAA)		6,457,278
Less:	Unbudgeted Appropriation Authority		-
	Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)		(199,360)
	Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)		(99,680)
FY 2017 Adjusted Appropriation		**$**	**261,841,931**
YTD Expenditures/Encumbrances			(244,900,776)
Remaining Budget		**$**	**16,941,155**
% of Total Budget Expended/Encumbered			93.5%

BINGO-FUND 0001

FY 2017 Original Appropriation		**$**	**2,772,945**
Add:	Rider 8, Local Bingo Prize Fee (2016-17 GAA)		13,937,441
	Article IX, Section 18.02, Salary Increase (2016-17 GAA)		38,056
Less:	Unbudgeted Appropriation Authority		(52,187)
	Article IX, Section 17.04, PR Cont-Health Ins (2016-17 GAA)		(23,561)
	Article IX, Section 17.08, Payroll Contribution (2016-17 GAA)		(11,781)
FY 2017 Adjusted Appropriation		**$**	**16,660,913**
YTD Expenditures/Encumbrances			(16,177,361)
Remaining Budget		**$**	**483,552**
% of Total Budget Expended/Encumbered			97.1%

Texas Lottery Commission
Quarterly Budget Report
Fiscal Year 2017
From 9/1/2016 Through 10/31/2017

Fund 0001 - General Revenue Fund

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	$ 2,286,283	$ 1,903,322	$ -	$ 382,961	83.2%
6003	Longevity Pay	52,060	44,120	-	7,940	84.7%
6004	Merit Pool	18,138	-	-	18,138	0.0%
6005	Professional Fees & Services	216,014	198,081	-	17,934	91.7%
6015	Other Operating Costs	74,938	60,233	100	14,605	80.5%
6020	Travel	67,400	27,810	-	39,590	41.3%
6021	Out of State Travel	8,640	6,255	-	2,385	72.4%
6030	Grants	13,937,441	13,937,441	-	-	100.0%
	Total Fund 0001 - General Revenue Fund	**$ 16,660,914**	**$ 16,177,261**	**$ 100**	**$ 483,553**	**97.1%**

Texas Lottery Commission
Quarterly Budget Report
Fiscal Year 2017
From 9/1/2016 Through 10/31/2017

Fund 5025 - Lottery Dedicated Account

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	$ 19,237,637	$ 18,790,605	$ -	$ 447,032	97.7%
6003	Longevity Pay	404,580	391,480	-	13,100	96.8%
6004	Merit Pool	27,726	-	-	27,726	0.0%
6005	Professional Fees & Services	5,979,261	5,916,240	1,200	61,821	99.0%
6006	Lottery Operator Contract	112,445,571	106,110,791	-	6,334,780	94.4%
6007	Advertising	32,134,341	30,010,549	2,107,820	15,972	100.0%
6008	Retailer Bonus	31,865,398	22,368,417	-	9,496,981	70.2%
6009	Printing and Reproduction	44,381,301	42,547,274	1,823,004	11,023	100.0%
6015	Other Operating Costs	14,721,859	11,578,932	2,637,981	504,946	96.6%
6020	Travel	267,861	253,837	-	14,024	94.8%
6021	Out of State Travel	110,620	98,490	-	12,130	89.0%
6071	Capital Expenditures	265,776	193,131	71,024	1,620	99.4%
	Total Fund 5025 - Lottery Dedicated Account	**$ 261,841,931**	**$ 238,259,747**	**$ 6,641,029**	**$ 16,941,155**	**93.5%**

Texas Lottery Commission
Encumbrance Budget Report - Annual Budget Report-Strategy
FY 2017
From 9/1/2016 Through 10/31/2017

0001 - General Revenue Fund

Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
B.1.1	Bingo Licensing	797,899.02	761,630.49	0.00	36,268.53	95.45%
B.1.2	Bingo Education and Development	89,515.98	83,408.36	0.00	6,107.62	93.18%
B.1.3	Bingo Law Compliance Field Oper	1,523,735.98	1,134,514.21	100.00	389,121.77	74.46%
B.1.4	Bingo Prize Fee Collection & Accting	312,321.49	260,266.75	0.00	52,054.74	83.33%
B.1.4	Bingo Prize Fee Allocation	13,937,441.29	13,937,441.29	0.00	0.00	100.00%
	Total Fund 0001 - General Revenue Fund	16,660,913.76	16,177,261.10	100.00	483,552.66	97.10%

Texas Lottery Commission
Encumbrance Budget Report - Annual Budget Report-Strategy
FY 2017
From 9/1/2016 Through 10/31/2017

Fund 5025 - Lottery Dedicated Account

Account Code	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
A.1.1	Lottery Operations	7,221,543.57	7,020,889.44	26,596.29	174,057.84	97.59%
A.1.2	Lottery Field Operations	2,709,008.21	2,700,486.97	0.00	8,521.24	99.69%
A.1.3	Marketing and Promotion	6,652,818.46	5,850,578.44	536,170.80	266,069.22	96.00%
A.1.4	Security	5,163,483.83	5,025,977.18	72,224.00	65,282.65	98.74%
A.1.5	Central Administration	11,799,527.95	11,460,240.97	52,623.63	286,663.35	97.57%
A.1.6	Lottery Operator Contract	112,206,825.04	105,872,044.56	0.00	6,334,780.48	94.35%
A.1.7	Instant Ticket Production Contract	49,194,037.70	45,025,257.36	3,893,072.69	275,707.65	99.44%
A.1.8	Mass Media Advertising Contracts	31,957,795.05	29,881,482.10	2,060,341.28	15,971.67	99.95%
A.1.9	Drawing and Broadcast Contract	2,629,177.92	2,629,177.92	0.00	0.00	100.00%
A.1.10	Market Research Contract	442,315.00	425,195.00	0.00	17,120.00	96.13%
A.1.11	Retailer Bonus	3,360,000.00	1,906,442.32	0.00	1,453,557.68	56.74%
A.1.12	Retailer Commissions	28,505,398.00	20,461,974.68	0.00	8,043,423.32	71.78%
	Total 5025 - Texas Lottery Dedicated Account	261,841,930.73	238,259,746.94	6,641,028.69	16,941,155.10	93.53%