



INTEROFFICE MEMO

Gary Grief, Executive Director

Michael P. Farrell, 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 29, 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 2019 transferred as of November 7, 2018
- II. Agency Budget Status

Transfers to the State

Total accrued basis revenue transfers to the State for the two-month period ending October 31, 2018 amounted to \$273.2 million. Of the total amount transferred to the State from sales, \$271.8 million was transferred to the Foundation School Fund and \$1.4 million was transferred to the Texas Veterans Commission. The amount transferred to the Foundation School Fund from sales represents a 57.9% increase, or \$99.6 million, over the total amount transferred in fiscal year 2018. To date, cumulative accrued revenue transfers to the Foundation School Fund are \$22.7 billion.

Agency Budget Status

The FY 2018 Method of Financing budget summary as of August 31, 2018 is attached for your information. The Commission's Lottery Account budget for FY 2018 was \$245.9 million. Of this amount 90.8% was expended and encumbered through the end of the fiscal year. The Bingo Operations budget, funded by the Bingo Administration Account, was \$17.0 million with 77.9% 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						
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		1,070,302,869
FY 2006	1,036,110,469		44,222,589	10,000,000	28,665,905	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	10,000,000		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	1,431,907,289	18,127,925		439,444		1,450,474,658
FY 2019**	271,802,417	1,354,386		-		273,156,803
Cumulative Transfers	\$ 22,705,293,950	\$ 102,523,601	\$ 5,387,724,273	\$ 191,558,974	\$ 171,067,884	\$ 28,558,168,683

*Includes HHSC Graduate Medical Education and Tertiary Care

**As of October 2018 revenue transfer

Source: with the exception of FY 2018 and FY2019, Audited Financial Statements

Texas Lottery Commission						
Unaudited Monthly Detail of Revenue Transfers and Allocations to the State of Texas						
FY 2019 Accrued Revenue Transfers	Transfer Date*	Foundation School Fund	Texas Veterans Commission	Unclaimed Prizes	Total Accrued Revenue Transfers	Reserve For Administration Expenditures
September-18	10/09/18	98,529,204.17	635,713.31	-	99,164,917.48	30,925,484.70
October-18	11/07/18	173,273,213.14	718,672.54	-	173,991,885.68	46,907,347.69
Total FY 2019		271,802,417.31	1,354,385.85	-	273,156,803.16	77,832,832.39
FY 2019 Reserve for Administration						77,832,832.39

Quarterly Detail of Unclaimed Prizes Transferred to the State of Texas				
FY 2019 Accrued Revenue Transfers	Transfer Date	Foundation School Fund	Texas Veterans Commission	Multicategorical Teaching Hospital Account
		-	-	-
Total FY 2019		-	-	-

* 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, 2018

	October Final	Year-to-Date	
Sales Revenue			% Sales by Game
Scratch Tickets	\$ 377,767,676.00	\$ 726,537,854.00	65.34%
Lotto Texas	10,873,847.00	19,527,517.00	1.76%
Lotto Texas Extra	2,581,119.00	4,619,792.00	0.42%
Pick 3	20,592,873.00	40,606,247.00	3.65%
Pick 3- Sum It Up	420,224.50	808,912.00	0.07%
Cash Five	4,109,408.00	7,564,435.00	0.68%
Texas Two-Step	4,467,828.00	9,657,751.00	0.87%
Mega Millions	148,209,172.00	167,774,258.00	15.09%
Megaplier	19,134,970.00	22,065,889.00	1.98%
MM Just the Jackpot	627,654.00	740,658.00	0.07%
Daily 4	9,149,810.50	18,068,482.00	1.63%
Daily 4 - Sum It Up	493,729.00	956,706.50	0.09%
Powerball	60,653,532.00	76,923,876.00	6.92%
Power Play	8,446,762.00	11,062,701.00	0.99%
All or Nothing	2,576,362.00	4,982,527.00	0.45%
Sub-total Sales Revenue	670,104,967.00	1,111,897,605.50	100.00%
Retailer Fees	29,175.00	57,042.50	
Total Sales Revenue	\$ 670,134,142.00	\$ 1,111,954,648.00	
Prize Expenses			Prize Expenses as % of Revenue
Scratch Tickets	266,153,328.27	512,103,985.24	70.49%
Lotto Texas	5,437,767.44	7,666,136.20	39.26%
Lotto Texas Extra	1,425,944.00	2,476,994.00	53.62%
Pick 3	10,256,550.00	18,429,580.00	45.39%
Pick 3- Sum It Up	198,203.00	367,409.00	45.42%
Cash Five	1,887,096.00	3,639,028.50	48.11%
Texas Two-Step	2,417,424.58	5,004,136.50	51.81%
Mega Millions	77,672,622.42	87,502,020.00	52.15%
Megaplier	9,584,567.50	10,998,399.50	49.84%
MM Just the Jackpot	314,656.09	368,423.09	49.74%
Daily 4	4,365,300.00	9,735,800.00	53.88%
Daily 4 - Sum It Up	145,843.00	303,838.00	31.76%
Powerball	30,383,954.00	38,756,999.00	50.38%
Power Play	4,229,098.50	5,576,615.00	50.41%
All or Nothing	1,224,536.00	2,398,542.00	48.14%
Sub-total Prize Expenses	415,696,890.80	705,327,906.03	63.43%
Less:			
Unclaimed Prizes - Transferred in FY19	-	-	
Unclaimed Prizes - Prior Month(s) Accrual*	-	(4,761,534.24)	
Unclaimed Prizes - Current Month Accrual	(2,928,913.52)	(2,928,913.52)	
Sub-total Unclaimed Prizes	(2,928,913.52)	(7,690,447.76)	
Sub-total Prize Expenses as Adjusted for Unclaimed Prizes	\$ 412,767,977.28	\$ 697,637,458.27	62.74%
Retailer Commissions	33,538,017.83	55,637,106.42	5.00%
Total Expenses	\$ 446,305,995.11	\$ 753,274,564.69	
Amount Available to Transfer	\$ 223,828,146.89	\$ 358,680,083.31	

	October Final	Year-to-Date	
Amount Available to Transfer	\$ 223,828,146.89	\$ 358,680,083.31	
Less:			
Total AY19 Foundation School Fund			
Transfers to Date		(98,529,204.17)	
Total AY19 Texas Veterans Commission			
Transfers to Date		(635,713.31)	
Unclaimed Prizes - Transferred in FY19	-	-	
Unclaimed Prizes - Prior Month(s) Accrual*	-	(4,761,534.24)	
Unclaimed Prizes - Current Month Accrual	(2,928,913.52)	(2,928,913.52)	
Sub-total Unclaimed Prizes	(2,928,913.52)	(7,690,447.76)	
FY19 Administrative Expenses Allocation through 10/31/18	(46,907,347.69)	(77,832,832.39)	
Current Month Amount Available to Transfer	\$ 173,991,885.68	\$ 173,991,885.68	
Current Month Transfer to Texas Veterans Commission	718,672.54	718,672.54	
Current Month Transfer to Foundation School Fund	173,273,213.14	173,273,213.14	
Total Transferred for Current Month	\$ 173,991,885.68	\$ 173,991,885.68	

*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	FY01
<u>SALES:</u>										
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
<u>EXPENSE:</u>										
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
<u>UNCLAIMED PRIZES:</u>										
Unclaimed Prizes Transferred to State	-	-	-	\$2,647,094	\$7,284,316	\$2,982,148	-	\$9,688,000	\$35,517,171	\$38,939,061
<u>ACCRUED TRANSFERS:</u>										
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
<u>SALES:</u>										
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
<u>EXPENSE:</u>										
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
<u>UNCLAIMED PRIZES:</u>										
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
<u>ACCRUED TRANSFERS:</u>										
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	-	-	-	-	-	-	-	-	-	-
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
<u>SALES:</u>										
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	\$5,626,846,887	\$5,111,897,606	\$5,668,956,181	\$5,837,937,836
<u>EXPENSE:</u>										
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	\$3,737,392,730	705,327,906	\$4,836,667,200	\$4,836,667,200
Prize Payout Percentage	62.8%	63.2%	62.5%	63.1%	62.9%	64.2%	66.4%	63.4%	60.3%	60.3%
Commissions	\$209,816,328	\$218,892,925	\$219,540,166	\$226,667,064	\$253,512,424	\$253,928,168	\$281,498,020	\$55,637,106	\$236,450,983.30	\$236,450,983.30
Retailer Payments	\$16,061,583	\$17,940,232	\$17,959,225	\$21,897,293	\$19,793,946	\$22,368,417	\$16,531,068	-	\$4,831,614,839	\$4,831,614,839
Administrative Expenses	\$169,440,523	\$181,966,473	\$185,435,445	\$189,334,443	\$206,170,765	\$215,911,246	\$192,016,141	\$18,024,220	\$1,177,103,066	\$1,177,103,066
<u>UNCLAIMED PRIZES:</u>										
Unclaimed Prizes Transferred to State	\$51,743,502	\$59,870,140	\$78,324,661	\$76,225,020	\$83,552,791	\$69,676,919	\$71,290,369	-	\$5,387,724,273	\$5,387,724,273
<u>ACCRUED TRANSFERS:</u>										
To General Revenue Fund	\$45,431,754	\$53,657,834	-	-	-	-	-	-	\$191,558,974	\$191,558,974
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	-	\$131,067,884	\$131,067,884
To Tertiary Care Facility Account	-	-	-	-	-	-	-	-	-	-
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	\$1,431,907,289	\$271,802,417	\$22,705,293,950	\$22,705,293,950
To Texas Veterans Commission	\$5,306,574	\$6,178,158	\$11,539,037	\$13,128,754	\$14,680,974	\$16,206,348	\$18,127,925	\$1,354,386	\$102,523,601	\$102,523,601
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	\$1,450,474,658	\$273,156,803	\$28,558,168,683	\$28,558,168,683

* Totals may not sum due to rounding.

(1) Includes transfers from sales and unclaimed prizes
*Through October 2018

Prepared by: Office of the Controller



Texas Lottery Commission
Annual Budget Report By Strategy
Fiscal Year 2018
From 9/1/2017 Through 10/31/18
(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	\$ 6.88	\$ 6.51	\$ 0.02	\$ 0.35	94.9%	
A.1.2	Lottery Field Operations	2.95	2.80	0.00	0.15	95.0%	
A.1.3	Marketing and Promotion	6.59	5.53	0.55	0.51	92.3%	
A.1.4	Security	5.61	5.09	0.14	0.38	93.3%	
A.1.5	Central Administration	12.16	11.22	0.00	0.93	92.4%	
A.1.6	Lottery Operator Contract	124.35	108.68	-	15.67	87.4%	
A.1.7	Instant Ticket Production Contract	31.96	28.88	2.39	0.69	97.8%	
A.1.8	Mass Media Advertising Contract	24.63	24.13	0.41	0.09	99.6%	
A.1.9	Drawing and Broadcast Contract	2.66	2.63	0.00	0.03	99.0%	
A.1.10	Market Research Contract	0.01	0.01	-	-	100.0%	
A.1.11	Retailer Bonus	3.36	1.47	-	1.89	43.8%	
A.1.12	Retailer Commissions	24.73	22.75	-	1.98	92.0%	
Total Fund 5025 - Lottery Dedicated Account		\$ 245.89	\$ 219.71	\$ 3.52	\$ 22.66	90.8%	
Reconciliation to General Appropriations Act:							
	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					
	Rider 10, Lottery Operator Contract (2018-19 GAA)	(15.06)					
	Unbudgeted Appropriation Authority	0.18					
Total Fund 5025, General Appropriations Act		\$ 230.57					
Fund 5175 - Bingo Administration Fund							
Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered	
B.1.1	Bingo Licensing	\$ 0.77	\$ 0.77	\$ -	\$ 0.00	99.9%	
B.1.2	Bingo Education and Development	0.10	0.09	-	0.00	96.8%	
B.1.3	Bingo Law Compliance Field Oper.	1.34	1.21	-	0.12	90.8%	
B.1.4	Bingo Prize Fee Collection & Acct.	0.29	0.20	-	0.09	67.7%	
B.1.4	Bingo Prize Fee Allocation	14.48	10.95	-	3.53	75.6%	
Total Fund 5175 - Bingo Administration Fund		\$ 16.97	\$ 13.22	\$ -	\$ 3.75	77.9%	
Reconciliation to General Appropriations Act:							
	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					
Total Fund 5175, General Appropriations Act		\$ 2.55					

Totals may not sum due to rounding.

TEXAS LOTTERY COMMISSION
FY 2018 METHOD OF FINANCING SUMMARY
From 9/1/2017 Through 10/31/2018

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	
	Article IX, Section 17.03, PR Cont-Health Ins (2018-19 GAA)	(175,732)
	Article IX, Section 17.06, PR Cont - Retire (2018-19 GAA)	(198,058)
	Article IX, Section 14.01, Appropriation Transfers	(99,029)
	Rider 10, Lottery Operator Contract (2018-19 GAA)	(122,926)
		15,063,657
FY 2018 Adjusted Appropriation		\$ 245,893,100
	YTD Expenditures/Encumbrances	(223,229,918)
Remaining Budget		\$ 22,663,183
% of Total Budget Expended/Encumbered		90.8%

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	
	Article IX, Section 17.03, PR Cont-Health Ins (2018-19 GAA)	(15,678)
	Article IX, Section 17.06, PR Cont - Retire (2018-19 GAA)	(22,026)
	Article IX, Section 14.01, Appropriation Transfers	(11,013)
		(9,599)
FY 2018 Adjusted Appropriation		\$ 16,971,499
	YTD Expenditures/Encumbrances	(13,218,615)
Remaining Budget		\$ 3,752,884
% of Total Budget Expended/Encumbered		77.9%

Texas Lottery Commission
Encumbrance Budget Report - Annual Budget Report-Strategy
FY 2018
From 9/1/2017 Through 10/31/2018

Fund 5025 - Lottery Dedicated Account

Account Code	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
A.1.1	Lottery Operations	6,884,310.04	6,509,111.92	20,909.52	354,288.60	94.85%
A.1.2	Lottery Field Operations	2,948,613.13	2,797,592.15	4,025.60	146,995.38	95.01%
A.1.3	Marketing and Promotion	6,594,448.31	5,534,424.39	553,860.00	506,163.92	92.32%
A.1.4	Security	5,607,099.25	5,093,789.25	137,020.27	376,289.73	93.29%
A.1.5	Central Administration	12,158,654.45	11,224,618.75	4,955.49	929,080.21	92.36%
A.1.6	Lottery Operator Contract	124,347,689.36	108,676,450.24	0.00	15,671,239.12	87.40%
A.1.7	Instant Ticket Production Contract	31,956,547.17	28,876,614.51	2,387,067.90	692,864.76	97.83%
A.1.8	Mass Media Advertising Contracts	24,633,448.00	24,132,166.81	407,188.68	94,092.51	99.62%
A.1.9	Drawing and Broadcast Contract	2,661,828.00	2,633,177.92	1,000.00	27,650.08	98.96%
A.1.10	Market Research Contract	14,450.00	14,450.00	0.00	0.00	100.00%
A.1.11	Retailer Bonus	3,360,000.00	1,471,494.31	0.00	1,888,505.69	43.79%
A.1.12	Retailer Commissions	24,726,013.00	22,749,999.93	0.00	1,976,013.07	92.01%
Total 5025 - Texas Lottery Dedicated Account		245,893,100.71	219,713,890.18	3,516,027.46	22,663,183.07	90.78%

Texas Lottery Commission
Encumbrance Budget Report - Annual Budget Report-Strategy
FY 2018
From 9/1/2017 Through 10/31/2018

5175 - Bingo Administration Fund

Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
B.1.1	Bingo Licensing	765,946.50	765,497.99	0.00	448.51	99.94%
B.1.2	Bingo Education and Development	96,010.83	92,949.36	0.00	3,061.47	96.81%
B.1.3	Bingo Law Compliance Field Oper	1,336,664.84	1,213,542.38	0.00	123,122.46	90.79%
B.1.4	Bingo Prize Fee Collection & Accting	292,377.10	197,990.15	0.00	94,386.95	67.72%
B.1.4	Bingo Prize Fee Allocation	14,480,500.00	10,948,635.58	0.00	3,531,864.42	75.61%
	Total Fund 5175 - Bingo Administration Fund	<u>16,971,499.27</u>	<u>13,218,615.46</u>	<u>0.00</u>	<u>3,752,883.81</u>	<u>77.89%</u>

Texas Lottery Commission
Quarterly Budget Report
Fiscal Year 2018
From 9/1/2017 Through 10/31/18

Fund 5025 - Lottery Dedicated Account

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 19,459,412	\$ 18,835,770	\$ -	\$ 623,641	96.8%
6003	Longevity Pay	400,420	383,640	-	16,780	95.8%
6004	Merit Pool	52,177	-	-	52,177	0.0%
6005	Professional Fees & Services	6,068,311	5,531,750	34,798	501,763	91.7%
6006	Lottery Operator Contract	124,182,510	108,511,270	-	15,671,239	87.4%
6007	Advertising	24,639,448	24,132,167	407,189	100,093	99.6%
6008	Retailer Bonus	28,086,013	24,221,494	-	3,864,519	86.2%
6009	Printing and Reproduction	31,049,168	28,990,820	1,196,582	861,765	97.2%
6015	Other Operating Costs	11,391,824	8,750,856	1,786,650	854,318	92.5%
6020	Travel	314,520	253,717	-	60,803	80.7%
6021	Out of State Travel	110,000	80,106	-	29,894	72.8%
6071	Capital Expenditures	139,300	22,300	90,810	26,190	81.2%
Total Fund 5025 - Lottery Dedicated Account		\$ 245,893,101	\$ 219,713,890	\$ 3,516,027	\$ 22,663,183	90.8%

Texas Lottery Commission
Quarterly Budget Report
Fiscal Year 2018
From 9/1/2017 Through 10/31/18

Fund 5175 - Bingo Administration Fund

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 2,118,635	\$ 1,956,830	\$ -	\$ 161,806	92.4%
6003	Longevity Pay	45,500	43,360	-	2,140	95.3%
6004	Merit Pool	21,236	-	-	21,236	0.0%
6005	Professional Fees & Services	148,579	138,200	-	10,379	93.0%
6015	Other Operating Costs	72,307	49,271	-	23,036	68.1%
6020	Travel	63,938	67,320	-	(3,382)	105.3%
6021	Out of State Travel	5,000	-	-	5,000	0.0%
6030	Grants	14,480,500	10,948,636	-	3,531,864	75.6%
6071	Capital Expenditures	15,804	15,000	-	804	94.9%
Total Fund 5175 - Bingo Administration Fund		\$ 16,971,499	\$ 13,218,615	\$ -	\$ 3,752,884	77.9%