



INTEROFFICE MEMO

Gary Grief, Executive Director Michael P. Farrell, Charitable Bingo Operations Director

To: J. Winston Krause, Chairman
Mark A. Franz, Commissioner
Robert Rivera, Commissioner

From: Kathy Pyka, Controller *KP*

Date: May 23, 2019

Re: Transfers to the State and the Agency's Budget Status

The following document is 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 May 8, 2019
- II. Agency Budget Status

Transfers to the State

Total accrued basis revenue transfers to the State for the eight-month period ending April 30, 2019 amounted to \$1.049 billion. Of the total amount transferred to the State from sales, \$1.010 billion was transferred to the Foundation School Fund; \$11.3 million was transferred to the Texas Veterans Commission with the remaining \$27.8 million transferred from unclaimed prizes. The amount transferred to the Foundation School Fund from sales represents a 20.8% increase, or \$174.2 million, over the total amount transferred in fiscal year 2018. To date, cumulative accrued revenue transfers to the Foundation School Fund are \$23.5 billion.

Agency Budget Status

The FY 2019 Method of Financing budget summary as of February 28, 2019 is attached for your information. The Commission's Lottery Account budget for FY 2019 is \$237.1 million. Of this amount 77.6% was expended and encumbered through the end of the second quarter. The Bingo Operations budget, funded by the Bingo Administration Account, was \$17.0 million with 12.9% expended and encumbered through the end of the second 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 May 8, 2019

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	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	1,431,907,289	18,127,925		439,444		1,450,474,658
FY 2019**	1,036,823,617	11,922,787		439,442		1,049,185,845
Cumulative Transfers	\$ 23,470,315,150	\$ 113,092,002	\$ 5,387,724,273	\$ 191,998,416	\$ 171,067,884	\$ 29,334,197,725

*Includes HHSC Graduate Medical Education and Tertiary Care

**As of April 2019 revenue transfer

Source: with the exception of 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 Period	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
November-18	12/11/18	100,337,754.66	808,144.86	13,059,559.62	114,205,459.14	33,045,444.74
December-18	01/09/19	115,501,096.57	1,415,401.59	-	116,916,498.16	37,579,272.71
January-19	02/07/19	103,792,921.25	1,930,828.55	-	105,723,749.80	35,782,388.01
February-19	03/12/19	105,419,370.63	1,353,061.56	14,737,225.15	121,509,657.34	34,570,768.79
March-19	04/04/19	168,418,818.82	2,113,477.60	-	170,532,296.42	8,069,626.42
April-19	05/08/19	144,784,901.49	2,356,479.64	-	147,141,381.13	(73,000.06)
Total FY 2019		1,010,057,280.73	11,331,779.65	27,796,784.77	1,049,185,845.15	226,807,333.00

FY 2019 Reserve for Administration 226,807,333.00

Quarterly Detail of Unclaimed Prizes Transferred to the State of Texas					
FY 2019 Accrued Revenue Transfers Transfer Period	Transfer Date	Foundation School Fund	Texas Veterans Commission	Multicategorical Teaching Hospital Account	Total Accrued Revenue Transfers
November-18	12/11/18	12,620,072.62	45.00	439,442.00	13,059,559.62
February-19	03/12/19	14,146,263.17	590,961.98	-	14,737,225.15
Total FY 2019		26,766,335.79	591,006.98	439,442.00	27,796,784.77

* 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 April 30, 2019

	April Final	Year-to-Date	
Sales Revenue			% Sales by Game
Scratch Tickets	\$ 420,004,070.00	\$ 3,242,881,361.00	76.29%
Lotto Texas	8,645,368.00	71,327,890.00	1.68%
Lotto Texas Extra	2,174,480.00	17,423,851.00	0.41%
Pick 3	21,059,051.00	166,067,418.50	3.91%
Pick 3- Sum It Up	374,892.50	3,278,563.50	0.08%
Pick 3 Fireball	228,686.50	228,686.50	0.01%
Cash Five	3,823,100.00	31,196,595.00	0.73%
Texas Two-Step	5,940,593.00	40,666,965.00	0.96%
Mega Millions	17,887,356.00	277,434,767.00	6.53%
Megaplier	2,986,046.00	40,133,664.00	0.94%
MM Just the Jackpot	75,174.00	1,237,541.00	0.03%
Daily 4	9,264,726.50	74,571,648.50	1.75%
Daily 4 - Sum It Up	478,977.50	4,072,163.50	0.10%
Daily 4 Fireball	141,572.50	141,572.50	0.00%
Powerball	16,513,572.00	225,156,376.00	5.30%
Power Play	2,823,297.00	34,328,447.00	0.81%
All or Nothing	2,758,925.00	20,729,035.00	0.49%
Sub-total Sales Revenue	<u>515,179,887.50</u>	<u>4,250,876,545.00</u>	100.00%
Retailer Fees	31,750.00	230,700.00	
Total Sales Revenue	<u>\$ 515,211,637.50</u>	<u>\$ 4,251,107,245.00</u>	
Prize Expenses			Prize Expenses as % of Revenue
Scratch Tickets	296,583,953.39	2,289,111,661.43	70.59%
Lotto Texas	4,324,321.03	33,778,900.42	47.36%
Lotto Texas Extra	1,163,966.00	9,453,470.00	54.26%
Pick 3	9,470,750.00	79,270,400.00	47.73%
Pick 3- Sum It Up	174,699.00	1,529,031.00	46.64%
Pick 3 Fireball	105,420.00	105,420.00	46.10%
Cash Five	1,941,649.00	15,391,371.80	49.34%
Texas Two-Step	2,906,457.66	20,440,059.44	50.26%
Mega Millions	9,330,661.68	144,245,418.94	51.99%
Megaplier	1,520,449.50	20,064,164.50	49.99%
MM Just the Jackpot	38,803.01	621,489.86	50.22%
Daily 4	3,726,450.00	33,056,600.00	44.33%
Daily 4 - Sum It Up	141,524.00	1,393,379.00	34.22%
Daily 4 Fireball	162,657.00	162,657.00	114.89%
Powerball	7,877,713.32	112,618,168.72	50.02%
Power Play	1,353,399.02	17,171,051.24	50.02%
All or Nothing	1,531,800.00	11,699,802.00	56.44%
Sub-total Prize Expenses	<u>342,354,673.61</u>	<u>2,790,113,045.35</u>	65.64%
Less:			
Unclaimed Prizes - Transferred in FY19	-	(27,796,784.77)	
Unclaimed Prizes - Prior Month(s) Accrual*	-	(2,901,852.27)	
Unclaimed Prizes - Current Month Accrual	(13,019,587.78)	(13,019,587.78)	
Sub-total Unclaimed Prizes	<u>(13,019,587.78)</u>	<u>(43,718,224.82)</u>	
Sub-total Prize Expenses as Adjusted for Unclaimed Prizes	<u>\$ 329,335,085.83</u>	<u>\$ 2,746,394,820.53</u>	64.60%
Retailer Commissions	25,788,582.82	212,797,806.27	5.01%
Total Expenses	<u>\$ 355,123,668.65</u>	<u>\$ 2,959,192,626.80</u>	
Amount Available to Transfer	<u>\$ 160,087,968.85</u>	<u>\$ 1,291,914,618.20</u>	

	April Final	Year-to-Date
Amount Available to Transfer	\$ 160,087,968.85	\$ 1,291,914,618.20
Less:		
Total AY19 Foundation School Fund		
Transfers to Date		(865,272,379.24)
Total AY19 Texas Veterans Commission		
Transfers to Date		(8,975,300.01)
Unclaimed Prizes - Transferred in FY19	-	(27,796,784.77)
Unclaimed Prizes - Prior Month(s) Accrual*	-	(2,901,852.27)
Unclaimed Prizes - Current Month Accrual	(13,019,587.78)	(13,019,587.78)
Sub-total Unclaimed Prizes	<u>(13,019,587.78)</u>	<u>(43,718,224.82)</u>
FY19 Administrative Expenses Allocation through 4/30/19	73,000.06	(226,807,333.00)
Current Month Amount Available to Transfer	<u>\$ 147,141,381.13</u>	<u>\$ 147,141,381.13</u>
Current Month Transfer to Texas Veterans Commission	2,356,479.64	2,356,479.64
Current Month Transfer to Foundation School Fund	144,784,901.49	144,784,901.49
Total Transferred for Current Month	<u>\$ 147,141,381.13</u>	<u>\$ 147,141,381.13</u>

*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
SALES:										
Total Sales	\$591,570,852	\$1,856,090,753	\$2,760,217,110	\$3,036,517,508	\$3,432,309,408	\$3,745,469,123	\$3,090,031,624	\$2,571,599,617	\$2,657,290,483	\$2,825,298,062
EXPENSE:										
Total Prize Expense	\$268,869,533	\$981,698,406	\$1,528,691,259	\$1,689,345,205	\$1,951,060,296	\$2,151,757,003	\$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	\$5,996,251	\$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	-	-	\$35,517,171	\$4,482,829
To Multicategorical Teaching Hospital Account	-	-	-	-	-	-	-	-	-	\$34,456,232
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	\$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
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	\$4,423,103	\$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	\$53,775,654
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	-	-	-	-	-	-	-	-	-	\$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
SALES:										
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	\$4,250,876,545	\$4,250,876,545	\$4,250,876,545
EXPENSE:										
Total Prize Expense	\$2,632,624,266	\$2,767,359,068	\$2,741,184,820	\$2,858,319,409	\$3,186,430,316	\$3,257,375,437	\$3,666,102,586	\$2,790,113,045	\$2,790,113,045	\$2,790,113,045
Prize Payout Percentage	62.8%	63.2%	62.5%	63.1%	62.9%	64.2%	65.2%	65.6%	65.9%	65.9%
Commissions	\$209,816,328	\$218,892,925	\$219,540,166	\$226,667,064	\$253,512,424	\$253,928,168	\$281,498,020	\$212,797,806	\$212,797,806	\$212,797,806
Retailer Payments	\$16,061,583	\$17,940,232	\$17,959,225	\$21,897,293	\$19,793,946	\$22,368,417	\$24,222,594	\$27,652,300	\$27,652,300	\$27,652,300
Administrative Expenses	\$169,440,523	\$181,966,473	\$185,435,445	\$189,334,443	\$206,170,765	\$215,911,246	\$209,354,896	\$137,080,685	\$137,080,685	\$137,080,685
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	\$71,290,369	\$27,796,785	\$27,796,785	\$27,796,785
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	\$439,444	\$439,442	\$439,442	\$191,998,416
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	\$1,431,907,289	\$1,036,823,617	\$1,036,823,617	\$23,470,315,150
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	\$11,922,787	\$11,922,787	\$113,092,002
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	\$1,049,185,845	\$1,049,185,845	\$29,334,197,725

(1) Includes transfers from sales and unclaimed prizes

*Through April 2019

* Totals may not sum due to rounding.

Prepared by: Office of the Controller



Texas Lottery Commission
Annual Budget Report By Strategy
Fiscal Year 2019
From 9/1/2018 Through 02/28/19
(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	\$ 7.13	\$ 3.47	\$ 3.30	\$ 0.36	95.0%	
A.1.2 Lottery Field Operations	3.19	1.40	1.54	0.26	91.9%	
A.1.3 Marketing and Promotion	6.33	1.83	3.13	1.37	78.4%	
A.1.4 Security	5.62	2.31	3.03	0.27	95.1%	
A.1.5 Central Administration	12.91	5.93	6.02	0.96	92.6%	
A.1.6 Lottery Operator Contract	110.92	62.91	46.46	1.55	98.6%	
A.1.7 Instant Ticket Production Contract	37.70	9.00	4.79	23.91	36.6%	
A.1.8 Mass Media Advertising Contract	25.93	8.12	11.06	6.75	74.0%	
A.1.9 Drawing and Broadcast Contract	2.19	0.89	1.25	0.04	98.3%	
A.1.10 Market Research Contract	0.09	-	-	0.09	0.0%	
A.1.11 Retailer Bonus	-	-	-	-	0.0%	
A.1.12 Retailer Commissions	25.10	7.65	-	17.44	30.5%	
Total Fund 5025 - Lottery Dedicated Account	\$ 237.11	\$ 103.52	\$ 80.59	\$ 53.01	77.6%	

Reconciliation to General Appropriations Act:

Article IX, Section 8.02, Third Party Reimbursements	(0.46)
Article IX, Section 14.01, Appropriation Transfers	0.05
Rider 11, Appn of Increased Revenues	(9.77)
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	0.74
Total Fund 5025, General Appropriations Act	\$ 227.97

Fund 5175 - Bingo Administration Fund						
Strategy Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered	
B.1.1 Bingo Licensing	\$ 0.65	\$ 0.25	\$ 0.31	\$ 0.08	87.3%	
B.1.2 Bingo Education and Development	0.10	0.04	0.05	0.01	89.3%	
B.1.3 Bingo Law Compliance Field Oper.	1.43	0.58	0.67	0.17	87.8%	
B.1.4 Bingo Prize Fee Collection & Acct.	0.31	0.13	0.15	0.03	89.6%	
B.1.4 Bingo Prize Fee Allocation	14.48	-	-	14.48	0.0%	
Total Fund 5175 - Bingo Administration Fund	\$ 16.97	\$ 1.01	\$ 1.18	\$ 14.78	12.9%	

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 2019 METHOD OF FINANCING SUMMARY
From 9/1/2018 Through 02/28/19

LOTTERY-FUND 5025

FY 2019 Original Appropriation	\$ 227,966,621
Add: Article IX, Section 8.02, Third Party Reimbursements	463,250
Rider 11, Appn of Increased Revenues	9,768,744
Less: Unbudgeted Appropriation Authority	(738,501)
Article IX, Section 17.03, PR Cont-Health Ins (2018-19 GAA)	(201,241)
Article IX, Section 17.06, PR Cont - Retire (2018-19 GAA)	(100,620)
Article IX, Section 14.01, Appropriation Transfers	(45,926)

FY 2019 Adjusted Appropriation	\$ 237,112,327
YTD Expenditures/Encumbrances	(184,106,323)
Remaining Budget	<u>\$ 53,006,004</u>

% of Total Budget Expended/Encumbered 77.6%

BINGO-FUND 5175

FY 2019 Original Appropriation	\$ 2,549,315
Add: Rider 8, Local Bingo Prize Fee (2018-19 GAA)	14,480,500
Less: Unbudgeted Appropriation Authority	(20,905)
Article IX, Section 17.03, PR Cont-Health Ins (2018-19 GAA)	(21,773)
Article IX, Section 17.06, PR Cont - Retire (2018-19 GAA)	(10,886)
Article IX, Section 14.01, Appropriation Transfers	(5,592)

FY 2019 Adjusted Appropriation	\$ 16,970,659
YTD Expenditures/Encumbrances	(2,190,534)
Remaining Budget	<u>\$ 14,780,125</u>

% of Total Budget Expended/Encumbered 12.9%

Texas Lottery Commission
 Encumbrance Budget Report - Annual Budget Report-Strategy
 FY 2019
 From 9/1/2018 Through 02/28/19

Fund 5025 - Lottery Dedicated Account

Account Code	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
A.1.1	Lottery Operations	7,132,005.05	3,470,135.72	3,302,852.99	359,016.34	95.0%
A.1.2	Lottery Field Operations	3,190,857.30	1,396,676.49	1,536,292.44	257,888.37	91.9%
A.1.3	Marketing and Promotion	6,333,448.04	1,830,907.60	3,133,793.24	1,368,747.20	78.4%
A.1.4	Security	5,618,191.43	2,314,748.18	3,028,584.52	274,858.73	95.1%
A.1.5	Central Administration	12,907,296.24	5,927,162.07	6,020,489.17	959,645.00	92.6%
A.1.6	Lottery Operator Contract	110,923,293.00	62,912,543.75	46,457,620.92	1,553,128.33	98.6%
A.1.7	Instant Ticket Production Contract	37,700,000.00	9,000,126.56	4,790,130.27	23,909,743.17	36.6%
A.1.8	Mass Media Advertising Contracts	25,933,448.00	8,122,705.73	11,061,253.43	6,749,488.84	74.0%
A.1.9	Drawing and Broadcast Contract	2,185,435.00	893,833.30	1,254,166.70	37,435.00	98.3%
A.1.10	Market Research Contract	91,450.00	0.00	0.00	91,450.00	0.0%
A.1.11	Retailer Bonus	0.00	0.00	0.00	0.00	0.0%
A.1.12	Retailer Commissions	25,096,903.00	7,652,300.00	0.00	17,444,603.00	30.5%
Total 5025 - Texas Lottery Dedicated Account		<u>237,112,327.06</u>	<u>103,521,139.40</u>	<u>80,585,183.68</u>	<u>53,006,003.98</u>	<u>77.6%</u>

Texas Lottery Commission
 Encumbrance Budget Report - Annual Budget Report-Strategy
 FY 2019
 From 9/1/2018 Through 02/28/19

5175 - Bingo Administration Fund

Strategy	Strategy Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
B.1.1	Bingo Licensing	648,297.16	251,985.04	313,714.96	82,597.16	87.3%
B.1.2	Bingo Education and Development	99,772.71	43,547.95	45,588.37	10,636.39	89.3%
B.1.3	Bingo Law Compliance Field Oper	1,427,933.15	582,323.67	671,785.90	173,823.58	87.8%
B.1.4	Bingo Prize Fee Collection & Accting	314,156.46	130,211.39	151,377.20	32,567.87	89.6%
B.1.4	Bingo Prize Fee Allocation	14,480,500.00	0.00	0.00	14,480,500.00	0.0%
	Total Fund 5175 - Bingo Administration Fund	<u>16,970,659.48</u>	<u>1,008,068.05</u>	<u>1,182,466.43</u>	<u>14,780,125.00</u>	<u>12.9%</u>

Texas Lottery Commission
 Quarterly Budget Report
 Fiscal Year 2019
 From 9/1/2018 Through 02/28/19

Fund 5025 - Lottery Dedicated Account

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 20,198,615	\$ 9,577,717	\$ 10,212,088	\$ 408,810	98.0%
6003	Longevity Pay	406,320	187,340	206,100	12,880	96.8%
6004	Merit Pool	144,271	-	-	144,271	0.0%
6005	Professional Fees & Services	5,599,859	2,131,208	3,166,802	301,849	94.6%
6006	Lottery Operator Contract	110,986,131	62,975,382	46,457,621	1,553,128	98.6%
6007	Advertising	25,938,448	8,122,706	11,061,253	6,754,489	74.0%
6008	Retailer Bonus	25,096,903	7,652,300	-	17,444,603	30.5%
6009	Printing and Reproduction	36,665,966	9,050,438	5,008,637	22,606,891	38.3%
6015	Other Operating Costs	11,533,539	3,705,956	4,376,726	3,450,857	70.1%
6020	Travel	295,028	91,187	-	203,841	30.9%
6021	Out of State Travel	110,000	26,905	-	83,095	24.5%
6071	Capital Expenditures	137,247	-	95,957	41,290	69.9%
Total Fund 5025 - Lottery Dedicated Account		\$ 237,112,327	\$ 103,521,139	\$ 80,585,184	\$ 53,006,004	77.6%

Texas Lottery Commission
 Quarterly Budget Report
 Fiscal Year 2019
 From 9/1/2018 Through 02/28/19

Fund 5175 - Bingo Administration Fund

Account Code	Account Title	Budget	YTD Expenditures	YTD Encumbrance	Total Budget Variance	% Expended/ Encumbered
6001	Salaries and Wages	\$ 2,177,701	\$ 910,385	\$ 1,090,128	\$ 177,188	91.9%
6003	Longevity Pay	47,480	19,440	24,220	3,820	92.0%
6004	Merit Pool	30,938	-	-	30,938	0.0%
6005	Professional Fees & Services	98,699	37,579	55,481	5,640	94.3%
6015	Other Operating Costs	86,259	29,520	12,638	44,101	48.9%
6020	Travel	44,082	8,703	-	35,379	19.7%
6021	Out of State Travel	5,000	2,442	-	2,558	48.8%
6030	Grants	14,480,500	-	-	14,480,500	0.0%
Total Fund 5175 - Bingo Administration Fund		\$ 16,970,659	\$ 1,008,068	\$ 1,182,466	\$ 14,780,125	12.9%