



INTEROFFICE MEMO

Gary Grief, Executive Director

LaDonna Castañuela, Charitable Bingo Operations Director

To: Robert G. Rivera, Chairman
Cindy Fields, Commissioner
Mark A. Franz, Commissioner
Erik C. Saenz, Commissioner
Jamey Steen, Commissioner

From: Kathy Pyka, Controller

A handwritten signature in blue ink, appearing to be "KPyka", is written next to the name Kathy Pyka.

Date: October 8, 2021

Re: Transfers to the State

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 2021 transferred as of September 14, 2021

Transfers to the State

Total accrued basis revenue transfers to the State for the fiscal year ending August 31, 2021 amounted to \$1.998 billion. Of the total amount transferred to the State from sales, \$1.903 billion was transferred to the Foundation School Fund; \$21.8 million was transferred to the Texas Veterans Commission with the remaining \$73.4 million transferred from unclaimed prizes. The total year to date amount transferred to the Foundation School Fund represents a 20.2% increase, or \$319.5 million, over the total amount transferred in fiscal year 2020. To date, cumulative accrued revenue transfers to the Foundation School Fund are \$27.7 billion.

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 September 14, 2021							
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	1,431,907,289	18,127,925		439,444		1,450,474,658	
FY 2019	1,616,776,461	19,374,563		439,442		1,636,590,465	
FY 2020	1,661,046,854	22,242,814		439,443		1,683,729,110	
FY 2021**	1,944,444,376	22,577,774		9,276,382		1,976,298,532	

Cumulative Transfers \$ 27,655,759,224 \$ 165,364,365 \$ 5,387,724,273 \$ 201,714,241 \$ 171,067,884 \$ 33,581,629,987

*Includes HHSC Graduate Medical Education and Tertiary Care

**As of August 31, 2021 revenue transfer

Source: with the exception of FY 2021, Audited Financial Statements

Texas Lottery Commission						
Unaudited Monthly Detail of Revenue Transfers and Allocations to the State of Texas						
FY 2021 Accrued Revenue Transfers		Foundation School Fund	Texas Veterans Commission	Unclaimed Prizes	Total Accrued Revenue Transfers	Reserve For Administration Expenditures
Transfer Period	Transfer Date*					
September-20	10/12/2020	122,778,080.07	1,635,224.10	-	124,413,304.17	42,326,478.57
October-20	11/9/2020	118,091,338.18	1,516,660.29	-	119,607,998.47	42,135,606.66
November-20	12/10/2020	115,108,224.63	1,156,063.30	9,276,382.38	125,540,670.31	39,862,560.50
December-20	1/11/2021	135,316,180.32	1,474,460.96	-	136,790,641.28	45,127,953.12
January-21	2/5/2021	197,139,987.62	2,619,766.79	-	199,759,754.41	60,235,423.01
February-21	3/10/2021	122,162,380.86	2,220,474.45	-	124,382,855.31	20,700,389.69
March-21	4/8/2021	197,137,364.86	2,118,929.64		199,256,294.50	(27,641.80)
April-21	5/10/2021	201,692,795.11	2,249,514.09		203,942,309.20	(10,459.03)
May-21	6/9/2021	198,007,978.55	2,000,230.39	13,905,430.84	213,913,639.78	3,141,211.14
June-21	7/12/2021	148,776,785.76	1,568,003.49		150,344,789.25	22,159,101.02
July-21	8/11/2021	152,714,899.11	1,898,515.67		154,613,414.78	27,174,925.99
August-21	8/24/2021	105,378,041.11 ^A			105,378,041.11	15,217,004.99
August-21	9/10/2021	2,502,761.25 ^B			2,502,761.25	
August-21	9/10/2021	51,560,825.29 ^C	1,372,987.76	28,210,583.44	81,144,396.49	4,293,132.01
August-21	9/14/2021	34,707,661.71 ^D			34,707,661.71	
Total FY 2021		1,903,075,304.43	21,830,830.93	51,392,396.66	1,976,298,532.02	322,335,685.87

FY 2021 Reserve for Administration	322,335,685.87
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Quarterly Detail of Unclaimed Prizes Transferred to the State of Texas					
FY 2021 Accrued Revenue Transfers		Foundation School Fund	Texas Veterans Commission	Multicategorical Teaching Hospital Account	Total Accrued Revenue Transfers
Transfer Period	Transfer Date				
November-20	12/9/2020	-	-	9,276,382.38	9,276,382.38
February-21	3/10/2021	-	-	-	-
May-21	6/9/2021	13,452,252.40	453,178.44	-	13,905,430.84
August-21	9/10/2021	27,916,819.23	293,764.21	-	28,210,583.44
Total FY 2021		41,369,071.63	746,942.65	9,276,382.38	51,392,396.66

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

^A Interim August transfer from sales 8/1/2021 to 8/21/2021

^B FY2020 Unspent Administration

^C August transfer from sales 8/22/2021 to 8/31/2021

^D FY2021 Unspent Administration

TEXAS LOTTERY COMMISSION
Unaudited Transfer Calculation for Fund 5025
For the Period August 31, 2021

	Through August 31	Year-to-Date	
Sales Revenue			% Sales by Game
Scratch Tickets	\$ 535,484,670.00	\$ 6,616,975,019.00	81.62%
Lotto Texas	9,823,372.00	128,969,550.00	1.59%
Lotto Texas Extra	3,015,250.00	38,287,597.00	0.47%
Pick 3	22,826,049.50	284,908,979.00	3.51%
Pick 3 Fireball	2,038,992.50	25,354,243.50	0.31%
Cash Five	4,207,878.00	51,521,524.00	0.64%
Texas Two-Step	4,291,767.00	66,588,851.00	0.82%
Mega Millions	21,710,866.00	323,909,286.00	4.00%
Megaplier	3,889,490.00	55,378,819.00	0.68%
MM Just the Jackpot	80,127.00	1,298,487.00	0.02%
Daily 4	9,721,172.00	121,722,342.00	1.50%
Daily 4 Fireball	1,690,214.50	20,125,098.50	0.25%
Powerball	24,155,217.00	279,351,266.00	3.45%
Power Play	4,242,569.00	48,877,533.00	0.60%
All or Nothing	3,697,262.00	43,934,799.00	0.54%
Sub-total Sales Revenue	650,874,896.50	8,107,203,394.00	100.00%
Retailer Fees	30,220.00	354,592.50	
Total Sales Revenue	\$ 650,905,116.50	\$ 8,107,557,986.50	
Prize Expenses			Prize Expenses as % of Revenue
Scratch Tickets	385,262,221.86	4,747,617,892.14	71.75%
Lotto Texas	5,134,081.87	73,713,273.18	57.16%
Lotto Texas Extra	1,578,988.00	20,749,272.00	54.19%
Pick 3	9,594,130.00	135,681,950.00	47.62%
Pick 3 Fireball	1,009,770.00	13,580,205.00	53.56%
Cash Five	1,983,715.00	25,828,324.00	50.13%
Texas Two-Step	2,387,728.39	33,582,652.63	50.43%
Mega Millions	10,966,131.00	163,414,860.00	50.45%
Megaplier	1,962,099.50	27,739,144.50	50.09%
MM Just the Jackpot	39,938.57	652,604.56	50.26%
Daily 4	4,029,850.00	51,365,150.00	42.20%
Daily 4 Fireball	913,810.00	10,291,678.00	51.14%
Powerball	11,838,653.97	140,127,600.34	50.16%
Power Play	2,061,191.92	24,502,490.01	50.13%
All or Nothing	1,710,204.00	22,831,644.00	51.97%
Sub-total Prize Expenses	440,472,514.08	5,491,678,740.36	67.74%
Less:			
Unclaimed Prizes - Transferred in FY21	-	(45,196,817.24)	
Unclaimed Prizes - Prior Month(s) Accrual*	-	(19,770,798.06)	
Unclaimed Prizes - Current Month Accrual	(8,439,785.38)	(8,439,785.38)	
Sub-total Unclaimed Prizes	(8,439,785.38)	(73,407,400.68)	
Sub-total Prize Expenses as Adjusted for Unclaimed Prizes	\$ 432,032,728.70	\$ 5,418,271,339.68	66.83%
Retailer Commissions	32,610,611.26	405,847,847.87	5.01%
Total Expenses	\$ 464,643,339.96	\$ 5,824,119,187.55	
Amount Available to Transfer	\$ 186,261,776.54	\$ 2,283,438,798.95	

	Through August 31	Year-to-Date
Amount Available to Transfer	\$ 186,261,776.54	\$ 2,283,438,798.95
Less:		
Total AY21 Foundation School Fund		
Transfers through 7/31/2021		(1,708,926,015.07)
Total AY21 Foundation School Fund		
Interim August Transfer through 8/21/2021		(105,378,041.11)
Total AY21 Texas Veterans Commission		
Transfers to Date		(20,457,843.17)
Unclaimed Prizes - Transferred in FY21	-	(45,196,817.24)
Unclaimed Prizes - Prior Month(s) Accrual*	-	(19,770,798.06)
Unclaimed Prizes - Current Month Accrual	(8,439,785.38)	(8,439,785.38)
Sub-total Unclaimed Prizes	(8,439,785.38)	(73,407,400.68)
FY21 Administrative Expenses Allocation through 8/31/2021	(19,510,137.00)	(322,335,685.87)
Current Month Amount Available to Transfer	\$ 158,311,854.16	\$ 158,311,854.16
Current Month Transfer to Texas Veterans Commission	1,372,987.76	1,372,987.76
Current Month Transfer to Foundation School Fund	156,938,866.40	51,560,825.29
Less: Interim Transfer through 8/21/2021	(105,378,041.11)	
Balance Remaining Current Transfer to Foundation School Fund	51,560,825.29	
Total Transferred for Current Month	\$ 52,933,813.05	\$ 52,933,813.05

*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	FY02
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	\$2,966,262,259
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	\$1,715,355,958
	Prize Payout Percentage	45.5%	52.9%	55.4%	55.6%	56.8%	57.4%	53.3%	51.7%	56.8%	58.2%	57.8%
	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	\$141,299,672	\$148,359,044
	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	\$4,172,483
	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	\$166,748,438
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	\$69,618,383
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	\$40,000,000
	To Tertiary Care Facility Account	-	-	-	-	-	-	-	-	-	\$34,456,232	\$29,618,383
	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	\$859,263,426
	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	\$928,881,809
		FY03	FY04	FY05	FY06	FY07	FY08	FY09	FY10	FY11	FY12	FY13
SALES:												
	Total Sales	\$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	\$4,190,815,913	\$4,376,286,456
EXPENSE:												
	Total Prize Expense	\$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	\$2,632,624,266	\$2,767,359,068
	Prize Payout Percentage	58.9%	59.3%	60.8%	61.2%	61.3%	62.1%	61.8%	61.5%	62.6%	62.8%	63.2%
	Commissions	\$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	\$209,816,328	\$218,892,925
	Retailer Payments	\$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	\$16,061,583	\$17,940,232
	Administrative Expenses	\$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	\$169,440,523	\$181,966,473
UNCLAIMED PRIZES:												
	Unclaimed Prizes Transferred to State	\$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	\$51,743,502	\$59,870,140
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	\$45,431,754	\$53,657,834
	To Multicategorical Teaching Hospital Account	-	\$10,782,342	\$9,217,658	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$10,000,000	\$5,750,000	\$5,750,000
	To Tertiary Care Facility Account	\$66,993,269	-	-	-	-	-	-	-	-	-	-
	To HHSC Graduate Medical Program	-	\$11,334,095	\$28,665,905	-	-	-	-	-	-	-	-
	To Foundation School Fund	\$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	\$1,099,034,712	\$1,148,515,795
	To Texas Veterans Commission	-	-	-	-	-	-	-	\$7,353,334	\$8,648,112	\$5,306,574	\$6,178,158
	Total Accrued Transfers to State	\$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	\$1,155,523,040	\$1,214,101,786
		FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21*	Cumulative		
SALES:									Unaudited			
	Total Sales	\$4,384,597,063	\$4,529,700,425	\$5,067,517,923	\$5,077,461,652	\$5,626,846,887	\$6,251,478,651	\$6,704,027,783	\$8,107,203,394			
EXPENSE:												
	Total Prize Expense	\$2,741,184,820	\$2,858,319,409	\$3,186,430,316	\$3,257,375,437	\$3,666,102,586	\$4,056,494,096	\$4,442,357,644	\$5,491,678,740			
	Prize Payout Percentage	62.5%	63.1%	62.9%	64.2%	65.2%	64.9%	66.3%	67.7%			
	Commissions	\$219,540,166	\$226,667,064	\$253,512,424	\$253,928,168	\$281,498,020	\$313,054,138	\$335,638,397	\$405,847,848			
	Retailer Payments	\$17,959,225	\$21,897,293	\$19,793,946	\$22,368,417	\$24,222,594	\$22,777,746	\$12,263,100	\$26,250,000			
	Administrative Expenses	\$185,435,445	\$189,334,443	\$206,170,765	\$215,911,246	\$209,354,896	\$229,293,016	\$232,394,902	\$246,703,303			
UNCLAIMED PRIZES:												
	Unclaimed Prizes Transferred to State	\$78,324,661	\$76,225,020	\$83,552,791	\$69,676,919	\$71,290,369	\$75,146,932	\$80,905,980	\$73,407,401			
ACCRUED TRANSFERS:												
	To General Revenue Fund	-	-	-	-	-	-	-	-			
	To Multicategorical Teaching Hospital Account	\$5,411,953	\$4,397,812	\$4,904,883	\$4,904,882	\$439,444	\$439,442	\$439,443	\$439,443			
	To Tertiary Care Facility Account	-	-	-	-	-	-	-	-			
	To HHSC Graduate Medical Program	-	-	-	-	-	-	-	-			
	To Foundation School Fund	\$1,203,771,931	\$1,225,175,057	\$1,372,719,992	\$1,312,856,719	\$1,431,907,289	\$1,616,776,461	\$1,661,046,854	\$1,974,473,848			
	To Texas Veterans Commission	\$11,539,037	\$13,128,754	\$14,680,974	\$16,206,348	\$18,127,925	\$19,374,563	\$22,242,814	\$23,400,245			
	Total Accrued Transfers to State	\$1,220,722,920	\$1,242,701,623	\$1,392,305,849	\$1,333,967,949	\$1,450,474,658	\$1,636,590,465	\$1,683,729,110	\$1,998,313,536			

* Totals may not sum due to rounding.

(1) Includes transfers from sales and unclaimed prizes

*Through August 2021