





# 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:** Kelly Stuckey, Controller 

**Date:** March 25, 2022

**Re:** Transfers to the State

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 2022 transferred as of March 10, 2022

## Transfers to the State

Total accrued basis revenue transfers to the State for the six-month period ending February 28, 2022, amounted to \$860.7 million. Of the total amount transferred to the State from sales, \$821.2 million was transferred to the Foundation School Fund; \$9.6 million was transferred to the Texas Veterans Commission with the remaining \$29.9 million transferred from unclaimed prizes. The amount transferred to the Foundation School Fund from sales represents a 1.3% increase, or \$10.6 million, over the total amount transferred in fiscal year 2021. To date, cumulative accrued revenue transfers to the Foundation School Fund are \$28.5 billion.

Please feel free to contact me at 512-344-5426 if you need additional information or have any questions.



## Texas Lottery Commission Summary Financial Information

(Audited unless otherwise noted)

|  |   | FY92            | FY93            | FY94            | FY95            | FY96            | FY97            | FY98            | FY99            | FY00            | FY01            | FY02              |
|--|---|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-------------------|
| <b>SALES:</b>  |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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   |
| <b>EXPENSE:</b>  |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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     |
| <b>UNCLAIMED PRIZES:</b>                               |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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      |
| <b>ACCRUED TRANSFERS:</b>                              |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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              |
| <b>SALES:</b>  |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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   |
| <b>EXPENSE:</b>  |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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     |
| <b>UNCLAIMED PRIZES:</b>                               |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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      |
| <b>ACCRUED TRANSFERS:</b>                              |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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            | FY22*           |                 | Cumulative        |
| <b>SALES:</b>  |   |                 |                 |                 |                 |                 |                 |                 |                 | 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 | \$4,037,140,443 |                 | \$120,656,908,845 |
| <b>EXPENSE:</b>  |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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 | \$5,418,271,882 | \$2,741,135,454 |                 | \$74,219,578,861  |
|  | Prize Payout Percentage                       | 62.5%           | 63.1%           | 62.9%           | 64.2%           | 64.2%           | 64.9%           | 66.3%           | 66.8%           | 67.9%           |                 | \$1,518,861,611   |
|  | 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   | \$202,136,990   |                 | \$6,037,707,467   |
|  | 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    | \$7,487,150     |                 | \$312,920,505     |
|  | Administrative Expenses                       | \$185,435,445   | \$189,334,443   | \$206,170,765   | \$215,911,246   | \$209,354,896   | \$229,293,016   | \$232,394,902   | \$268,849,161   | \$104,959,068   |                 | \$5,666,425,520   |
| <b>UNCLAIMED PRIZES:</b>                               |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | 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    | \$29,863,850    |                 | \$1,436,427,229   |
| <b>ACCRUED TRANSFERS:</b>                              |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
|  | To General Revenue Fund                       | -               | -               | -               | -               | -               | -               | -               | -               | -               |                 | \$5,387,724,273   |
|  | 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       | \$439,443       |                 | \$193,316,745     |
|  | To Tertiary Care Facility Account             | -               | -               | -               | -               | -               | -               | -               | -               | -               |                 | \$131,067,884     |
|  | To HHSC Graduate Medical Program              | -               | -               | -               | -               | -               | -               | -               | -               | -               |                 | \$40,000,000      |
|  | 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 | \$848,923,655   |                 | \$28,534,712,351  |
|  | 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    | \$11,336,344    |                 | \$177,523,180     |
|  | 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 | \$860,699,442   |                 | \$34,464,344,433  |
| * Totals may not sum due to rounding.                  |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
| (1) Includes transfers from sales and unclaimed prizes |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |
| *Through February 2022                                 |   |                 |                 |                 |                 |                 |                 |                 |                 |                 |                 |                   |

\* Totals may not sum due to rounding.

(1) Includes transfers from sales and unclaimed prizes

\*Through February 2022

## Texas Lottery Commission

### Unaudited Monthly Detail of Revenue Transfers and Allocations to the State of Texas

| FY 2022 Accrued<br>Revenue Transfers |                | Foundation<br>School Fund | Texas Veterans<br>Commission | Unclaimed<br>Prizes  | Total Accrued<br>Revenue Transfers | Reserve For<br>Administration<br>Expenditures |
|--------------------------------------|----------------|---------------------------|------------------------------|----------------------|------------------------------------|---|
| Transfer Period                      | Transfer Date* |                           |                              |                      |                                    |   |
| September-21                         | 10/11/2021     | 136,266,750.54            | 1,309,960.77                 | -                    | 137,576,711.31                     | 46,258,415.00                                 |
| October-21                           | 11/10/2021     | 130,878,968.02            | 1,821,788.86                 | -                    | 132,700,756.88                     | 46,439,843.03                                 |
| November-21                          | 12/7/2021      | 124,996,367.57            | 1,281,864.65                 | 16,979,013.11        | 143,257,245.33                     | 44,703,320.38                                 |
| December-21                          | 1/7/2022       | 148,553,159.32            | 1,553,237.22                 | -                    | 150,106,396.54                     | 51,515,544.57                                 |
| January-22                           | 2/11/2022      | 142,901,486.46            | 1,714,750.95                 | -                    | 144,616,237.41                     | 50,149,756.30                                 |
| February-22                          | 3/10/2022      | 137,609,002.60            | 1,948,255.14                 | 12,884,836.82        | 152,442,094.56                     | 24,165,284.31                                 |
| <b>Total FY 2022</b>                 |                | <b>821,205,734.51</b>     | <b>9,629,857.59</b>          | <b>29,863,849.93</b> | <b>860,699,442.03</b>              | <b>263,232,163.59</b>                         |

FY 2022 Reserve for Administration

263,232,163.59

### Quarterly Detail of Unclaimed Prizes Transferred to the State of Texas

| FY 2022 Accrued<br>Revenue Transfers |               | Foundation<br>School Fund | Texas Veterans<br>Commission | Multicategorical<br>Teaching | Total Accrued<br>Revenue Transfers |
|--------------------------------------|---------------|---------------------------|------------------------------|------------------------------|------------------------------------|
| Transfer Period                      | Transfer Date |                           |                              | Hospital Account             |                                    |
| November-21                          | 12/7/2021     | 15,998,034.82             | 541,535.29                   | 439,443.00                   | 16,979,013.11                      |
| February-22                          | 3/10/2022     | 11,719,886.13             | 1,164,950.69                 | -                            | 12,884,836.82                      |
| <b>Total FY 2022</b>                 |               | <b>27,717,920.95</b>      | <b>1,706,485.98</b>          | <b>439,443.00</b>            | <b>29,863,849.93</b>               |

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