



# ANNUAL REPORT

## CHARITABLE BINGO OPERATIONS DIVISION TEXAS LOTTERY COMMISSION



# **A MESSAGE FROM THE CHAIRMAN OF THE TEXAS LOTTERY COMMISSION AND THE AND THE DIRECTOR OF THE CHARITABLE BINGO OPERATIONS DIVISION**

On behalf of the Commissioners and the Charitable Bingo Operations Division (Division) of the Texas Lottery Commission, we are pleased to present the Charitable Bingo Operations Division 2013 Annual Report.

Charitable bingo continues to play an important role in assisting many of Texas' nonprofit organizations with their charitable purposes.

In 2013 reported total gross receipts were over \$719.6 million, a \$3.9 million decrease from 2012 which was the highest they have been since 1981 when charitable bingo was legalized in Texas. Pull-tab sales have seen an increase in sales every year since 2002. Pull-tab sales have increased 334 percent since 2001. Total prizes reported paid to players in 2013 was \$549.4 million, the highest in the history of charitable bingo in Texas.

Charitable distributions saw a slight increase with organizations reporting that they distributed \$26.6 million for their charitable purposes, bringing charitable distributions since 1981 to more than \$1.0 billion!

Furthermore, during calendar year 2013, \$19.0 million dollars was deposited into the General Revenue Fund and an additional \$13.0 million dollars was allocated to cities and counties that share in the prize fees collected, as a result of bingo.

In addition, several significant Division highlights identified below occurred during calendar year 2013. They include:

- The Commission's appropriation funding for the 2014-2015 biennium approved by the 83rd Legislature included:
  - o the Automated Charitable Bingo System (ACBS) redesign project in the biennial amount of \$2.5 million funded from General Revenue. The ACBS is used daily by agency staff for the administration and management of the Charitable Bingo program. The development of the new Bingo Operations Services System, referred to as BOSS, is in progress and involves a detailed business process review and analysis.
  - o restoration of funding for 14 additional FTE positions, primarily performing auditing functions, at a two-year cost of \$1.2 million contingent upon the Commission generating the revenue from a license fee increase to bingo conductors, lessors and a new worker registry fee. The Commission adopted an administrative

rule imposing the required fees to cover the cost, and upon receiving the required Finding of Fact from the Comptroller of Public Accounts, began the hiring process for the additional FTE positions.

- As a result of the enactment of the agency's Sunset legislation, HB 2197, implemented provisions of the bill, including the adoption of significant administrative rule-making.
- The hiring of a new division director February 1, 2013.

We strive to provide consistent, effective, and efficient regulation to the charitable bingo industry in Texas. We will continue to develop and implement policies and procedures that benefit licensees, the non-profit organizations conducting authorized bingo activities in Texas to raise funds for their charitable purposes, and ultimately the citizens of Texas.



J. Winston Krause, Chairman  
Texas Lottery Commission



Debbie Parpounas, Acting Director  
Charitable Bingo Operations Division

# CHARITABLE BINGO OPERATIONS DIVISION 2013 ANNUAL REPORT

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## TEXAS LOTTERY COMMISSION

### AGENCY VISION

To be the preeminent Lottery and Charitable Bingo agency through innovative leadership.

### Agency Mission

**Texas Lottery:** The Texas Lottery is committed to generating revenue for the state of Texas through the responsible management and sale of entertaining lottery products. The Texas Lottery will incorporate the highest standards of security and integrity, set and achieve challenging goals, provide quality customer service and utilize a TEAM approach.

**Charitable Bingo:** Provide authorized organizations the opportunity to raise funds for their charitable purposes by conducting bingo. Determine that all charitable bingo funds are used for a lawful purpose. Promote and maintain the integrity of the charitable bingo industry throughout Texas.

### Agency Core Values

**Integrity and Responsibility** - The Commission works hard to maintain the public trust by protecting and ensuring the security of our lottery games, systems, drawings and operational facilities. We value and require ethical behavior by our employees, licensees and vendors. We promote the integrity of charitable bingo in Texas for the benefit of charitable organizations.

**Innovation** - We strive to incorporate innovation into our products to provide the citizens of Texas with the best entertainment experience available through our products. We pursue the use of technology that enhances the services that we provide to our customers and reduces our operating expenses.

**Fiscal Accountability** - We emphasize fiscal accountability by ensuring that all expenditures directly or indirectly generate revenue, enhance security, fulfill regulatory requirements, improve customer service, and/or boost productivity. We recognize our responsibility in generating revenue for the state of Texas without unduly influencing players to participate in our games. We maximize benefits to charities through the continual examination and review of charitable bingo operations.

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**Customer Responsiveness** - The Commission takes pride in providing exemplary service to the people of Texas through the courteous dissemination of clear and accurate information about our products, services and regulatory functions. We seek and respond to feedback expressed by our employees, retailers, licensees and the playing and non-playing public. We apply this feedback in the development of our products and in the services that we provide.

**Teamwork** - We are committed to creating an environment of mutual respect where open, honest communication is our cornerstone. We embrace the diversity of our team and individual perspectives in working together to achieve our common goals.

**Excellence** - We strive for excellence by taking a position of leadership on issues that impact the Commission and achieve challenging goals by focusing on our core values.

### Charitable Bingo Operations Division Mission Statement

Provide authorized organizations the opportunity to raise funds for their charitable purposes by conducting bingo. Determine that all charitable bingo funds are used for a lawful purpose. Promote and maintain the integrity of the charitable bingo industry throughout Texas.

### Charitable Bingo Operations Division Regulatory Objective

Charitable Bingo is an important fund-raising activity for a variety of Texas nonprofit organizations. The Charitable Bingo Operations Division of the Texas Lottery Commission is charged with the strict control and close supervision of bingo conducted in this state so that bingo is fairly conducted and the proceeds from bingo are used for an authorized purpose. Our goal is to achieve voluntary compliance and assist licensees through training and education.

We will strive for the highest levels of professionalism, conducting our regulatory activities fairly, competently and consistently. We will develop clear regulatory requirements in an open environment, encouraging two-way communication.

## TERMINOLOGY IN THE 2013 ANNUAL REPORT

- **Act** – refers to the Bingo Enabling Act, TEX. OCC. CODE ANN § 2001
- **Commission** – refers to the five member Texas Lottery Commission
- **Conductor** – a licensed authorized organization that holds a license to conduct bingo, also referred to as a licensed authorized organization
- **Distributor** – a person who obtains, by purchase or otherwise, bingo equipment or supplies for use in bingo in Texas and sells or furnishes the items to another person for use, resale, display or operation
- **Lessor** – a person licensed to lease premises for the purpose of conducting bingo, also referred to as a licensed commercial lessor
- **Licensed authorized organization (Conductor)** – an authorized organization that holds a license to conduct bingo
- **Licensed commercial lessor (Lessor)** – a person licensed to lease premises and act as a commercial lessor
- **Manufacturer** – a person who assembles from raw materials or subparts a completed piece of bingo equipment or supplies for use in bingo games in Texas or a person who converts, modifies, adds to, or removes parts from any bingo equipment, item, or assembly to further its promotion or sale for or use in a bingo games in Texas
- **Person** – an individual, partnership, corporation, or other group
- **Rule or Rules** – refers to Charitable Bingo Administrative Rules, 16 Tex. Admin. Code (TAC) ch.402.

# CHARITABLE BINGO OPERATIONS DIVISION

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### §2001.060 – REPORT TO THE GOVERNOR, ET AL

Tex. Occ. Code §2001.060 requires that the Commission on or before June 1 of each even-numbered year, shall prepare and deliver to the Governor, the Lieutenant Governor, the speaker of the House of Representatives, and the chairs of the standing committees of the Senate and House of Representatives with primary jurisdiction over charitable bingo a report stating for each of the preceding two calendar years:

- (1) the total amount of adjusted gross receipts reported by licensed authorized organizations from their bingo operations;
- (2) the total amount of net proceeds reported by licensed authorized organizations from their bingo operations; and
- (3) a comparison of the amounts reported under Subdivisions (1) and (2), including the percentage that the net proceeds represents of the adjusted gross receipts.
- (4) For purposes of Subsection (a), “adjusted gross receipts” means the amount remaining after deducting prizes paid, excluding prize fees collected from bingo players.
- (5) For purposes of Subsection (a), the Commission shall determine the total amount of net proceeds in a manner that does not reduce gross receipts by the amount of rent paid for the rental of bingo premises by a licensed authorized organization to another licensed authorized organization if the other organization pays rent for the premises to a licensed commercial lessor.

Table below provides the information requested in §2001.060 of the Bingo Enabling Act:

	2012	2013
Adjusted Gross Receipts (AGR)	\$174,511,504	\$170,226,718
Total Expenses	\$148,098,267	\$146,422,140
Net Proceeds (NP)	\$28,756,440	\$25,979,726
NP as a percentage of AGR	16.48%	15.26%
Rent Income reported by Lessors	\$40,462,765	\$40,964,161
Rent Income reported by Conductor/Lessors	\$2,336,039	\$2,169,984
Rent Payments reported by conductors	\$40,959,295	\$40,259,445
Rent Income reported twice	\$1,279,729	\$1,163,854
Actual Rent Income	\$39,679,566	\$39,095,591

### DATA IN THE 2013 ANNUAL REPORT

Data included in the 2013 Annual Report is for calendar years, unless indicated otherwise, and is unaudited. In most instances data for 10 years (2004 – 2013) is included to provide a benchmark measurement for comparison and analysis. In some instances, data is included from 1982 through 2013 to provide an expanded basis for comparison and to show trends from the inception of bingo in Texas through 2013.

### BINGO REVENUE AND BUSINESS ACTIVITIES

Since the first licenses were issued in 1982, charitable bingo has had positive benefits for charities, players, and state, county and municipal governments in Texas. Gross receipts from the conduct of charitable bingo total more than \$17.7 billion, bingo prizes awarded have been in excess of \$13.0 billion, and allocations to local jurisdictions have totaled approximately \$288.9 million. The total amount of charitable distributions from the conduct of bingo exceeds \$1.0 billion.

Distributions by organizations conducting charitable bingo benefit the people of Texas in many ways that include providing assistance to local libraries, veterans organizations, museums, women's shelters, needy children, the disabled, homeless shelters, churches, schools, drug and alcohol treatment programs, medical treatment and research programs, volunteer fire departments, EMS units, police officer organizations, and senior citizen organizations, to name a few.

Local jurisdictions benefit from charitable bingo activity through allocations derived from charitable bingo prize fees.

The table below provides data related to gross receipts, prizes paid to players, charitable distributions, and allocations to cities and counties from 2004 through 2013.

**CHARITABLE BINGO FOR  
CALENDAR YEARS 2004 – 2013**

YEAR	TOTAL GROSS RECEIPTS	PRIZES PAID TO PLAYERS	CHARITABLE DISTRIBUTIONS	ALLOCATIONS
2004	\$604,736,529	\$444,841,402	\$30,044,665	\$10,303,938
2005	\$634,031,612	\$471,503,840	\$30,384,530	\$10,912,959
2006	\$658,325,172	\$492,181,753	\$31,997,726	\$11,589,240
2007	\$658,203,740	\$493,339,524	\$32,090,655	\$11,598,956
2008	\$685,573,612	\$513,228,658	\$32,852,800	\$11,866,340
2009	\$693,290,588	\$518,394,364	\$36,036,457	\$12,264,641
2010	\$699,434,079	\$526,737,400	\$33,910,570	\$12,338,567
2011	\$706,128,229	\$534,010,163	\$29,044,762	\$12,576,181
2012	\$723,514,858	\$549,003,354	\$29,464,079	\$12,898,689
2013	\$719,612,130	\$549,385,412	\$26,554,863	\$13,044,976

Source: Texas Lottery Commission  
Figures as of 4/25/14. Unaudited.

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### GROSS RECEIPTS

The table below compares all categories of gross receipts and the percentage changes from year to year from 1982 through 2013 and is based on information reported by licensed authorized organizations:

#### CHANGES IN BINGO GROSS RECEIPTS BY CATEGORY CALENDAR YEARS 1982 – 2013

YEAR	CARD SALES	% CHANGE CARD SALES	PULL-TAB SALES	% CHANGE PULL-TAB SALES	TOTAL GROSS RECEIPTS	% CHANGE TOTAL GROSS RECEIPTS
1982	\$66,488,368		\$-		\$66,488,368	
1983	\$163,172,680	145.42%	\$87		\$163,172,767	145.42%
1984	\$217,137,488	33.07%	\$4,676,582	5375281.61%	\$221,814,070	35.94%
1985	\$243,420,805	12.10%	\$11,872,941	153.88%	\$255,293,746	15.09%
1986	\$289,108,477	18.77%	\$13,548,709	14.11%	\$302,657,186	18.55%
1987	\$331,938,566	14.81%	\$36,086,789	166.35%	\$368,025,355	21.60%
1988	\$365,110,091	9.99%	\$101,901,561	182.38%	\$467,011,652	26.90%
1989	\$419,677,774	14.95%	\$130,997,997	28.55%	\$550,675,771	17.91%
1990	\$467,113,452	11.30%	\$154,335,596	17.82%	\$621,449,048	12.85%
1991	\$499,971,275	7.03%	\$173,501,233	12.42%	\$673,472,508	8.37%
1992	\$503,400,917	0.69%	\$164,719,328	-5.06%	\$668,120,245	-0.79%
1993	\$500,434,638	-0.59%	\$151,592,343	-7.97%	\$652,026,981	-2.41%
1994	\$492,662,092	-1.55%	\$140,391,468	-7.39%	\$633,053,560	-2.91%
1995	\$498,120,463	1.11%	\$139,769,085	-0.44%	\$637,889,548	0.76%
1996	\$488,946,621	-1.84%	\$121,816,923	-12.84%	\$610,763,544	-4.25%
1997	\$491,756,262	0.57%	\$104,836,239	-13.94%	\$596,592,501	-2.32%
1998	\$506,642,255	3.03%	\$99,144,445	-5.43%	\$605,786,700	1.54%
1999	\$510,317,138	0.73%	\$96,753,377	-2.41%	\$607,070,515	0.21%
2000	\$493,414,252	-3.31%	\$89,353,141	-7.65%	\$582,767,393	-4.00%
2001	\$478,397,545	-3.04%	\$85,122,819	-4.73%	\$563,520,364	-3.30%
2002	\$468,107,354	-2.15%	\$88,979,503	4.53%	\$557,086,857	-1.14%
2003	\$445,876,396	-4.75%	\$129,825,563	45.91%	\$575,701,959	3.34%
2004	\$430,908,286	-3.36%	\$173,828,243	33.89%	\$604,736,529	5.04%
2005	\$410,842,204	-4.66%	\$223,189,408	28.40%	\$634,031,612	4.84%
2006	\$404,772,215	-1.48%	\$253,552,957	13.60%	\$658,325,172	3.83%
2007	\$385,245,447	-4.82%	\$272,958,293	7.65%	\$658,203,740	-0.02%
2008	\$379,825,563	-1.41%	\$305,748,049	12.01%	\$685,573,612	4.16%
2009	\$374,585,169	-1.38%	\$318,705,419	4.24%	\$693,290,588	1.13%
2010	\$372,245,845	-0.62%	\$327,188,234	2.66%	\$699,434,079	0.89%
2011	\$362,293,559	-2.67%	\$343,834,670	5.09%	\$706,128,229	0.96%
2012	\$360,354,778	-0.54%	\$363,160,080	5.62%	\$723,514,858	2.46%
2013	\$350,388,551	-2.77%	\$369,223,579	1.67%	\$719,612,130	-0.54%

Source: Texas Lottery Commission  
Figures as of 4/25/14. Unaudited.

# CHARITABLE BINGO OPERATIONS DIVISION

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### NET RECEIPTS AND PROCEEDS

Net receipts is the sum of card sale entrance fees, electronic card sales, and pull-tab bingo sales less total bingo prizes awarded. Net proceeds are the sum of net receipts plus all other income (rent income, interest earned, and the value of merchandise prizes donated) less total expenses.

The following table compares net receipts to net proceeds and net proceeds as a percentage of net receipts from 2004 through 2013:

#### NET PROCEEDS AS A PERCENTAGE OF NET RECEIPTS 2004 – 2013

YEAR	ADJUSTED GROSS RECEIPTS	NET PROCEEDS	NET PROCEEDS AS A PERCENTAGE OF ADJUSTED GROSS RECEIPTS
2004	\$159,895,127	\$32,470,746	20.31%
2005	\$162,527,772	\$33,377,825	20.54%
2006	\$166,143,419	\$34,287,542	20.64%
2007	\$164,864,216	\$34,053,668	20.66%
2008	\$172,344,954	\$36,436,987	21.14%
2009	\$174,896,224	\$33,149,364	18.95%
2010	\$172,696,679	\$28,758,502	16.65%
2011	\$172,118,066	\$28,619,536	16.63%
2012	\$174,511,504	\$28,756,440	16.48%
2013	\$170,226,718	\$25,979,726	15.26%

Source: Texas Lottery Commission  
 Figures as of 4/25/14. Unaudited.

### PRIZES PAID TO PLAYERS

A bingo prize may not have a value of more than \$750 for a single game. For regular bingo games, the total value of prizes awarded during a bingo occasion cannot exceed \$2,500. Note: A bingo occasion may not exceed four hours.

Prizes paid to players in 2013 was \$549.4 million, the highest since the issuance of the first bingo licenses in 1982. The increase in prizes paid to players is attributable to pull-tab prizes that were the highest since the inception of the sale of pull-tabs in Texas.

The following table shows prizes paid to players from 2004 through 2013 based

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### BINGO PRIZES PAID 2004 – 2013

YEAR	REGULAR & ELECTRONIC PRIZES	PULL-TAB PRIZES	TOTAL PRIZES
2004	\$317,781,862	\$127,059,540	\$444,841,402
2005	\$307,627,809	\$163,876,031	\$471,503,840
2006	\$307,784,184	\$184,397,569	\$492,181,753
2007	\$295,665,506	\$197,674,018	\$493,339,524
2008	\$291,822,316	\$221,406,342	\$513,228,658
2009	\$288,580,678	\$229,813,686	\$518,394,364
2010	\$291,886,622	\$234,850,778	\$526,737,400
2011	\$287,602,541	\$246,407,622	\$534,010,163
2012	\$288,889,746	\$260,113,608	\$549,003,354
2013	\$285,584,515	\$263,800,897	\$549,385,412

Source: Texas Lottery Commission  
Figures as of 4/25/14. Unaudited.

### CHARITABLE DISTRIBUTIONS

Licensed authorized organizations must disburse all net proceeds from the preceding quarter. Under Section 2001.457 of the Act, a licensed authorized organization must disburse all net proceeds from the preceding quarter less the retained operating capital. Charitable distributions saw a slight decrease in 2013 with organizations reporting \$26.6 million for their charitable purposes.

The data in the following table compares minimum required charitable distributions by the Bingo Enabling Act to charitable distributions reported by licensed authorized organizations from 2004 through 2013:

### REQUIRED CHARITABLE DISTRIBUTIONS COMPARED TO REPORTED CHARITABLE DISTRIBUTIONS 2004 – 2013

YEAR	REQUIRED CHARITABLE DISTRIBUTION	REPORTED CHARITABLE DISTRIBUTION
2004	\$11,426,936	\$30,044,665
2005	\$10,302,319	\$30,384,530
2006	\$10,270,936	\$31,997,726
2007	\$10,177,920	\$32,090,655
2008	\$10,144,499	\$32,852,800
2009	\$10,702,494	\$36,036,457
2010	\$8,390,641	\$33,910,570
2011	\$7,143,665	\$29,044,762
2012	\$7,956,701	\$29,464,079
2013	\$6,395,876	\$26,554,863

Source: Texas Lottery Commission  
Figures as of 4/25/14. Unaudited.

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### ATTENDANCE

The figures for attendance do not reflect the number of people playing bingo in the years referenced, but are the cumulative reported attendance of persons at bingo games. Attendance is reported quarterly by licensed authorized organizations that conduct bingo.

The following table shows attendance from calendar years 2004 through 2013 and is based on information reported by licensed authorized organizations. Attendance has shown a steady decline from 2004 to 2013, with a slight increase of .53 percent from 2008 to 2009. It appears that the introduction of the new style of instant event tickets may have altered player patterns in an environment of declining attendance, with players choosing to spend their funds on instant tickets rather than paper.

**BINGO ATTENDANCE 2004 – 2012**

YEAR	ATTENDANCE	CHANGE ATTENDANCE	% CHANGE ATTENDANCE
2004	21,398,109	(1,351,560)	-5.94%
2005	19,908,409	(1,489,700)	-6.96%
2006	19,348,594	(559,815)	-2.81%
2007	17,926,344	(1,422,250)	-7.35%
2008	17,741,456	(184,888)	-1.03%
2009	17,834,674	93,218	0.53%
2010	17,625,187	(209,487)	-1.17%
2011	16,777,821	(847,366)	-4.81%
2012	16,363,763	(414,058)	-2.47%
2013	15,888,726	(475,037)	-2.90%

*Source: Texas Lottery Commission  
Figures as of 4/25/14. Unaudited.*

### COMMERCIAL LESSOR LEASE INCOME AND RENTAL TAX

The rent charged by a licensed commercial lessor to a licensed authorized organization to conduct bingo may not exceed \$600 for each bingo occasion conducted on the lessors' premises unless the licensed authorized organization subleases the premises to one or more other licensed authorized organizations to conduct bingo, in which case the rent charged by the licensed commercial lessor may not exceed \$600 for each day.

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There is a 3-percent tax on gross rentals received by a licensed commercial lessor for the rental of premises where bingo is conducted.

The following table shows lease income and rental tax reported by licensed commercial lessors from 2004 through 2013:

### COMMERCIAL LESSORS LEASE INCOME & RENTAL TAX 2004 – 2013

YEAR	TOTAL REPORTED LEASE INCOME (LESSORS)	TOTAL RENTAL TAX PAID (LESSORS)
2004	\$39,165,723	\$1,167,704
2005	\$39,089,803	\$1,187,104
2006	\$39,156,522	\$1,202,757
2007	\$38,851,449	\$1,173,736
2008	\$39,853,394	\$1,181,320
2009	\$42,628,938	\$1,242,551
2010	\$40,872,364	\$1,215,920
2011	\$41,081,422	\$1,230,197
2012	\$40,462,765	\$1,214,138
2013	\$40,964,161	\$1,208,677

*Source: Texas Lottery Commission  
Figures as of 4/25/14. Unaudited.*

### CHARITABLE BINGO ALLOCATIONS TO CITIES AND COUNTIES

Section 2001.502 of the Act requires a licensed authorized organization to collect from a person who wins a bingo prize of more than \$5 a fee in the amount of 5 percent of the amount or value of the prize; and remit to the commission a fee in the amount of 5 percent of the amount or value of all bingo prizes awarded.

Local jurisdictions in Texas benefit from charitable bingo activities in the form of allocations derived from bingo prize fees. A county that imposed a gross receipts tax on the conduct of bingo as of January 1, 1993, is entitled to 50 percent of the prize fee collected under § 2001.502 of the Act, on a prize awarded at a game conducted in the county.

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A municipality that imposed a gross receipts tax on the conduct of bingo as of January 1, 1993, is entitled to 50 percent of the fee collected under § 2001.502 on a prize awarded at a game conducted in the municipality.

If a county and municipality are both entitled to a share of the fee imposed by § 2001.502 of the Act, the county is entitled to 25 percent of the fee on a prize awarded at a game conducted in the county and the municipality is entitled to 25 percent of the fee on a prize awarded at a game conducted in the municipality. All prize fees that are not allocated to local jurisdictions are deposited into the state's General Revenue Fund.

Each quarter, 2 percent of the total prize fees collected is retained in the jurisdiction's suspense account. The Commission may make refunds from the suspense account of a jurisdiction for overpayments made to those accounts and may redeem dishonored checks and drafts deposited to the credit of the jurisdiction's suspense account.

The table below shows allocations derived from bingo prize fees from 2004 through 2013:

### ALLOCATIONS 2004 – 2013

YEAR	CITIES	COUNTIES	STATE	TOTAL
2004	\$4,925,498	\$5,378,439	\$11,766,429	\$22,070,367
2005	\$5,184,670	\$5,728,289	\$12,367,824	\$23,280,783
2006	\$5,530,420	\$6,058,820	\$13,018,887	\$24,608,127
2007	\$5,553,344	\$6,045,612	\$13,009,408	\$24,608,365
2008	\$5,731,619	\$6,134,721	\$13,156,222	\$25,022,561
2009	\$5,887,555	\$6,377,086	\$13,621,194	\$25,885,835
2010	\$5,891,842	\$6,446,725	\$13,680,985	\$26,019,552
2011	\$6,026,935	\$6,549,246	\$13,884,537	\$26,460,718
2012	\$6,133,125	\$6,765,564	\$14,161,379	\$27,060,068
2013	\$6,113,554	\$6,931,422	\$14,523,257	\$27,568,233

Source: Texas Lottery Commission  
Figures as of 4/29/14. Unaudited.

### REVENUE TO THE STATE

Charitable bingo activities in Texas generate revenue for the state. The following is an analysis of money generated from charitable bingo activities and deposited to the general revenue fund in 2013:

Total prize fees and rental tax collected	\$28,725,713
Total license fees collected (Conductor/Lessor/Worker Registry)	\$3,142,680
Total license fees collected (Manufacturer/Distributor)	\$77,300
Administrative penalties/settlement fees collected	\$39,812
Miscellaneous/Other	\$23,360
<b>Total deposited to General Revenue Fund</b>	<b>\$32,008,865</b>
Allocations paid to cities and counties	-\$13,000,439
<b>Net deposited to General Revenue Fund</b>	<b>\$19,008,426</b>

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### LICENSED ORGANIZATIONS

The Charitable Bingo Operations Division licenses the following types of organizations related to the regulation of charitable bingo in Texas:

- **Conductor** – an authorized organization that conducts bingo. This represents the largest category of licensees in the charitable bingo industry in Texas.
- **Lessor** – an individual or organization that leases a location to an authorized conductor organization for the purpose of conducting a charitable bingo game.
- **Distributor** – an individual or organizations that sells, distributes, or supplies equipment to organizations authorized to conduct bingo.
- **Manufacturer** – an individual or organization that manufactures bingo equipment and sells to licensed distributors in Texas.

The following table shows organizations by organization types that applied for and were issued a license in Texas from 2004 through 2013:

### ORGANIZATIONS THAT APPLIED FOR AND WERE ISSUED A LICENSE 2004 – 2013

YEAR	CONDUCTOR	LESSOR	DISTRIBUTOR	MANU-FACTURER	SYSTEM SERVICE PROVIDER	TOTAL	% CHANGE
2004	1,419	459	18	18	1	1,915	-1.03%
2005	1,363	436	18	18	0	1,835	-4.18%
2006	1,318	425	15	19	0	1,777	-3.16%
2007	1,312	432	15	16	0	1,775	-0.11%
2008	1,310	431	16	17	0	1,774	-0.06%
2009	1,255	416	20	17	0	1,708	-3.72%
2010	1,254	418	18	17	0	1,707	-0.06%
2011	1,227	417	16	18	0	1,678	-1.70%
2012	1,091	385	17	16	0	1,509	-10.07%
2013	1,066	367	12	17	0	1,462	-3.11%

Source: Texas Lottery Commission  
 Figures as of 1/15/14. Unaudited.

### CONDUCTOR LICENSES

Section 2001.101 of the Act defines the types of nonprofit organizations eligible for a license to conduct bingo in Texas. Those organizations are:

- A religious society that has existed in Texas for at least three years.
- A nonprofit organization:
  - ♦ whose predominant activities are for the support of medical research or treatment programs; and
  - ♦ that for at least three years:
    - must have had a governing body or officers elected by a vote of members or by a vote of delegates elected by the members, or
    - must have been affiliated with a state or national organization organized to perform the same purposes as the nonprofit organization.
- A fraternal organization.
- A veterans organization that has existed in this state for at least three years.
- A volunteer fire department that has existed in this state for at least three years.
- A volunteer emergency medical service that has existed in this state for at least three years.

The following table shows conductor licenses issued by organization type from calendar year 2004 through 2013:

### LICENSED AUTHORIZED CONDUCTOR ORGANIZATIONS BY ORGANIZATION TYPE 2004 – 2013

CALENDAR YEAR	RELIGIOUS	MEDICAL	FRATERNAL	VOLUNTEER FIRE DEPT.	VETERAN	EMS	NATIONAL HISTORICAL	TOTAL
2004	168	38	743	71	399	0	0	1,419
2005	169	35	717	66	376	0	0	1,363
2006	160	32	721	64	341	0	0	1,318
2007	155	30	803	64	260	0	0	1,312
2008	149	30	815	61	255	0	0	1,310
2009	141	30	793	52	236	3	0	1,255
2010	141	28	796	52	233	3	1	1,254
2011	131	30	792	51	219	3	1	1,227
2012	115	26	715	42	189	3	1	1,091
2013	120	26	700	38	177	4	1	1,066

Source: Texas Lottery Commission  
Figures as of 1/15/14. Unaudited.

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### TYPES OF LICENSES

The following table describes the types of licenses issued by the Charitable Bingo Operations Division, the purpose of each license type, and the type of licensee they are issued to:

LICENSE TYPE	PURPOSE	ISSUED TO
Original	To obtain an initial license for a specific license type.	Conductors Lessors Manufacturers Distributors
Renewal	To renew the license. A license may be renewed on an annual or biannual basis.	Conductors Lessors Manufacturers Distributors
Amendment	To change information on a conductor or lessor license. May include changes in playing days, times, location of games, or organization's location, officers or bingo chairperson.	Conductors Lessors
Temporary	Issued to authorized organizations to conduct bingo for one, four-hour occasion on a specific day at a specific time. Organizations that hold a regular license to conduct bingo may obtain 24 temporaries per license period. Organizations that play bingo only on temporary non-regular licenses may obtain six temporary licenses per calendar year.	Conductors

The following table shows licenses issued by license type from 2004 to 2013:

### LICENSES ISSUED BY LICENSE TYPE 2004 – 2013

YEAR	ORIGINALS ISSUED	RENEWALS ISSUED	AMENDMENTS ISSUED	TEMPORARY ISSUED	TOTAL ISSUED
2004	92	1,763	1,001	5,077	7,933
2005	103	1,669	797	5,283	7,852
2006	109	1,644	749	4,704	7,206
2007	70	1,496	764	4,917	7,247
2008	86	1,496	745	4,766	7,093
2009	65	1,416	818	5,199	7,498
2010	87	1,289	742	7,084	9,202
2011	80	1,245	721	7,416	9,462
2012	52	1,221	517	8,012	9,802
2013	70	1,024	549	8,481	10,124

Source: Texas Lottery Commission  
Figures as of 5/10/14. Unaudited.

### BINGO TRAINING PROGRAM

Sections 2001.107, 2001.437(h) and 2001.438(e) of the Bingo Enabling Act require the bingo chairperson of every licensed authorized organization to complete the [Bingo Training Program](#). Under the provisions of §§2001.107, 2001.437(h) and 2001.438(e) of the Act, unit managers and designated agents are also required to complete training. Other officers and members may also complete the training programs.

In June 2008, the online version of the Bingo Training Program was made available on the Web site. The online version allows the individuals required to complete the training program to do so at their own pace without the need to travel to an on-site training program or taking time off from work. It also reduces travels expenses for the Division due to a reduction in on-site training programs.

### AUDIT ACTIVITY

In 2013, the Audit Services Department of the Charitable Bingo Operations Division conducted a variety of audit activities including game inspections, oversight of destructions, complaint investigations, compliance audits and reviews.

The Act and Rules require licensees to maintain certain documentation. Licensees are not required to maintain records in a specific format but they are required to maintain the information that is included on the forms suggested by the Commission. During game inspections, investigations and audits, licensee records are inspected and audited to determine if the required records and information are maintained in compliance with the Act and Rules.

The Commission conducts compliance audits and reviews to determine if the records and accounts of the organization accurately reflect financial and fiscal operations, if effective accounting and internal controls are maintained, and to determine if funds are received and used for purposes authorized by the Act and Rules.

The following table shows audit activities in calendar year 2013:

**AUDIT ACTIVITIES 2013**

ACTIVITY	NUMBER	HOURS
CONDUCTOR COMPLIANCE REVIEW	40	7145.4
DESTRUCTION	3	43.5
GAME INSPECTION	140	2822.5
LIMITED SCOPE REVIEW	0	0
CAMP Complaints Investigations	136	1,125.0

Source: Texas Lottery Commission  
Figures as of 5/09/14. Unaudited.

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### FINAL ADMINISTRATIVE ACTIONS

The following chart is a summary of administrative actions taken by the Commission related to violations of the Bingo Enabling Act and Charitable Bingo Administrative Rules in 2013:

ACTION	NUMBER
Original Conductor Application Denied	4
Original Lessor Application Denied	0
Original Manufacturer Application Denied	0
Conductor Renewal Application Denied	7
Lessor Renewal Application Denied	1
Consent Orders	22
Settlement Agreements	39
Warnings and Notification of Violations	64
Total Amount of Penalties Assessed	\$141,998

Source: Texas Lottery Commission  
Figures as of 4/25/14. Unaudited.

### REGISTRY OF APPROVED BINGO WORKERS

The Texas Lottery Commission maintains a [registry of approved bingo workers](#). The registry is a list of persons on whom the Commission has conducted a criminal history background check and is approved to be involved in the conduct of bingo. Only individuals listed on the registry may be involved in the conduct of bingo. The commission issues an identification card to an individual when they are approved to be listed on the registry.

As of December 31, 2013, there were 13,214 individuals listed on the Registry of Approved Bingo Workers. In addition, the following occurred relative to the worker registry in 2013:

- 3,777 individuals renewed their worker registration
- 2,026 individuals submitted an original application to be added to the worker registry
- 4,821 individuals' registrations expired
- 42 individuals were denied registration
- 278 individuals were removed and withdrawn from the worker registry

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### APPENDIX A

#### GROSS RECEIPTS, PRIZES AND CHARITABLE DISTRIBUTIONS BY COUNTY

COUNTY	GROSS RECEIPTS	BINGO PRIZES	TOTAL INCOME	TOTAL EXPENSES	NET PROCEEDS	CHARITABLE DISTRIBUTIONS
ANDERSON	\$2,928,886	\$2,270,596	\$658,290	\$545,726	\$112,564	\$32,128
ANDREWS	\$76,738	\$62,019	\$14,719	\$3,542	\$11,177	\$11,796
ANGELINA	\$3,393,926	\$2,580,688	\$824,799	\$830,229	\$(5,430)	\$49,345
ARANSAS	\$511,717	\$340,550	\$171,192	\$133,734	\$37,458	\$32,565
ARCHER	\$2,300	\$1,294	\$1,006	\$125	\$881	\$881
ATASCOSA	\$100,016	\$79,700	\$20,316	\$7,969	\$12,347	\$14,070
AUSTIN	\$601,409	\$472,453	\$128,964	\$84,439	\$44,525	\$42,189
BANDERA	\$149,291	\$115,397	\$33,894	\$17,265	\$16,629	\$18,162
BASTROP	\$414,123	\$321,011	\$93,127	\$69,687	\$23,440	\$21,938
BEE	\$391,400	\$295,258	\$96,142	\$63,621	\$32,521	\$45,683
BELL	\$38,878,444	\$29,613,751	\$9,492,078	\$7,650,715	\$1,841,363	\$1,952,082
BEXAR	\$118,068,543	\$93,497,882	\$24,887,495	\$21,090,190	\$3,797,305	\$4,092,892
BLANCO	\$733	\$406	\$327	\$25	\$302	\$302
BOSQUE	\$13,251	\$9,135	\$4,116	\$3,439	\$677	\$2,356
BOWIE	\$3,876,057	\$2,632,870	\$1,243,201	\$1,028,298	\$214,903	\$238,997
BRAZORIA	\$1,529,883	\$1,114,575	\$415,331	\$309,107	\$106,224	\$129,672
BRAZOS	\$12,953,855	\$9,874,187	\$3,079,882	\$2,714,008	\$365,874	\$485,836
BREWSTER	\$28,972	\$24,888	\$4,084	\$4,622	\$(538)	\$-
BROOKS	\$-	\$-	\$-	\$257	\$(257)	\$253
BROWN	\$2,742,903	\$2,107,528	\$637,854	\$476,344	\$161,510	\$242,913
BURLESON	\$854,525	\$696,264	\$158,298	\$143,119	\$15,179	\$19,222
BURNET	\$506,508	\$385,762	\$120,746	\$95,599	\$25,147	\$29,588
CALDWELL	\$3,899	\$2,738	\$1,161	\$295	\$866	\$866
CALHOUN	\$392,185	\$347,505	\$44,685	\$45,749	\$(1,064)	\$3,357
CALLAHAN	\$1,443	\$1,380	\$63	\$108	\$(45)	\$-
CAMERON	\$9,105,190	\$6,632,430	\$2,472,851	\$1,855,007	\$617,844	\$388,356
CASTRO	\$1,356	\$678	\$678	\$25	\$653	\$653
COLLIN	\$4,348,910	\$3,150,618	\$1,198,292	\$1,137,228	\$61,064	\$81,009
COLORADO	\$204,514	\$162,478	\$42,036	\$11,040	\$30,996	\$34,008
COMAL	\$526,311	\$424,587	\$101,729	\$79,624	\$22,105	\$8,342
CONCHO	\$1,800	\$750	\$1,050	\$30	\$1,020	\$990
CORYELL	\$8,870,768	\$7,181,334	\$1,689,434	\$1,420,039	\$269,395	\$221,807
DALLAS	\$57,665,840	\$42,909,913	\$15,099,517	\$14,071,824	\$1,027,693	\$1,125,739
DEAF SMITH	\$309,646	\$237,137	\$72,509	\$74,291	\$(1,782)	\$3,624
DENTON	\$2,225,831	\$1,662,552	\$685,379	\$546,789	\$138,590	\$145,966
DEWITT	\$232,649	\$169,542	\$63,107	\$30,197	\$32,910	\$32,619

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### GROSS RECEIPTS, PRIZES AND CHARITABLE DISTRIBUTIONS BY COUNTY (CONT'D)

COUNTY	GROSS RECEIPTS	BINGO PRIZES	TOTAL INCOME	TOTAL EXPENSES	NET PROCEEDS	CHARITABLE DISTRIBUTIONS
DIMMIT	\$269,012	\$205,422	\$63,590	\$14,630	\$48,960	\$44,960
DUVAL	\$1,020	\$743	\$277	\$100	\$177	\$4,452
ECTOR	\$16,734,266	\$13,385,837	\$3,436,179	\$2,891,670	\$544,509	\$513,484
EL PASO	\$5,973,364	\$4,231,367	\$1,742,067	\$1,177,518	\$564,549	\$547,066
ELLIS	\$576,172	\$433,106	\$143,066	\$138,024	\$5,042	\$1,188
ERATH	\$797,684	\$588,981	\$208,703	\$206,306	\$2,397	\$13,000
FALLS	\$7,484	\$3,615	\$3,869	\$917	\$2,952	\$2,952
FAYETTE	\$198,044	\$140,511	\$57,533	\$11,478	\$46,055	\$47,179
FORT BEND	\$1,317,552	\$968,064	\$349,531	\$224,914	\$124,617	\$100,062
FRANKLIN	\$1,538,715	\$1,214,970	\$356,020	\$355,381	\$639	\$18,449
FREESTONE	\$329,018	\$265,856	\$63,165	\$52,361	\$10,804	\$29,046
FRIO	\$131,740	\$99,843	\$31,897	\$5,716	\$26,181	\$27,593
GALVESTON	\$6,973,190	\$4,995,938	\$1,977,252	\$1,585,047	\$392,205	\$342,387
GILLESPIE	\$19,342	\$15,526	\$3,816	\$3,031	\$785	\$970
GLASSCOCK	\$2,932	\$900	\$2,032	\$25	\$2,007	\$2,007
GONZALES	\$4,939	\$1,144	\$3,795	\$94	\$3,701	\$3,701
GRAY	\$42,316	\$29,270	\$13,046	\$11,173	\$1,873	\$2,400
GRAYSON	\$2,481,549	\$1,961,474	\$520,079	\$495,257	\$24,822	\$28,570
GREGG	\$10,144,432	\$8,234,871	\$1,909,890	\$1,868,419	\$41,471	\$98,821
GUADALUPE	\$4,997,689	\$3,862,938	\$1,134,763	\$823,431	\$311,332	\$326,085
HARRIS	\$51,135,920	\$39,157,178	\$11,978,912	\$10,970,971	\$1,007,941	\$1,064,855
HARRISON	\$-	\$-	\$-	\$289	\$(289)	\$-
HARTLEY	\$36,702	\$23,644	\$13,058	\$1,524	\$11,534	\$7,000
HAYS	\$218,876	\$159,358	\$59,524	\$26,264	\$33,260	\$35,886
HENDERSON	\$844,205	\$660,052	\$197,953	\$229,503	\$(31,550)	\$-
HIDALGO	\$30,959,669	\$21,966,142	\$8,994,365	\$7,012,281	\$1,982,084	\$1,665,146
HILL	\$1,903,351	\$1,538,031	\$365,320	\$357,818	\$7,502	\$5,058
HOOD	\$281,908	\$242,936	\$38,972	\$62,493	\$(23,521)	\$8,418
HOPKINS	\$62,765	\$47,153	\$15,612	\$22,267	\$(6,655)	\$988
HOUSTON	\$24,760	\$19,979	\$4,781	\$1,408	\$3,373	\$3,904
HOWARD	\$1,116,575	\$752,442	\$393,233	\$324,375	\$68,858	\$82,152
HUNT	\$2,949	\$1,212	\$1,737	\$1,010	\$727	\$768
HUTCHINSON	\$79,099	\$56,427	\$22,672	\$8,978	\$13,694	\$16,948
JEFFERSON	\$7,477,207	\$5,076,735	\$2,400,529	\$2,141,326	\$259,203	\$305,934
JIM WELLS	\$471,574	\$303,887	\$167,691	\$61,708	\$105,983	\$95,084
JOHNSON	\$2,781,319	\$2,216,380	\$564,939	\$453,668	\$111,271	\$99,195

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### GROSS RECEIPTS, PRIZES AND CHARITABLE DISTRIBUTIONS COUNTY (CONT'D)

COUNTY	GROSS RECEIPTS	BINGO PRIZES	TOTAL INCOME	TOTAL EXPENSES	NET PROCEEDS	CHARITABLE DISTRIBUTIONS
KARNES	\$82,538	\$54,122	\$28,416	\$15,291	\$13,125	\$16,318
KAUFMAN	\$1,888,316	\$1,393,486	\$510,330	\$470,395	\$39,935	\$34,688
KENDALL	\$1,687	\$300	\$1,387	\$127	\$1,260	\$1,260
KERR	\$1,014,487	\$752,331	\$262,156	\$159,905	\$102,251	\$107,672
KINNEY	\$20,290	\$12,778	\$7,512	\$6,946	\$566	\$342
KLEBERG	\$286,032	\$189,829	\$96,203	\$86,888	\$9,315	\$8,203
LAMAR	\$2,001,269	\$1,461,578	\$539,691	\$472,889	\$66,802	\$50,000
LAVACA	\$649,452	\$473,314	\$176,142	\$153,401	\$22,741	\$31,329
LEE	\$2,192	\$1,458	\$734	\$100	\$634	\$809
LEON	\$28,840	\$18,924	\$9,919	\$481	\$9,438	\$8,000
LIBERTY	\$244,923	\$193,621	\$51,302	\$28,825	\$22,477	\$22,445
LIVE OAK	\$2,683	\$2,275	\$408	\$50	\$358	\$680
LLANO	\$2,745	\$2,195	\$550	\$214	\$336	\$80
LUBBOCK	\$30,878,825	\$23,367,178	\$7,525,699	\$6,216,506	\$1,309,193	\$1,451,175
LYNN	\$337,878	\$273,498	\$64,380	\$15,322	\$49,058	\$57,182
MARTIN	\$3,563	\$2,160	\$1,403	\$1,050	\$353	\$353
MATAGORDA	\$1,242,620	\$892,697	\$349,923	\$293,414	\$56,509	\$40,466
MAVERICK	\$112,223	\$64,650	\$47,576	\$37,935	\$9,641	\$9,068
MCCULLOCH	\$158,308	\$119,354	\$38,954	\$33,779	\$5,175	\$5,923
MCLENNAN	\$19,860,354	\$15,140,746	\$4,883,714	\$3,841,102	\$1,042,612	\$1,025,959
MCMULLEN	\$522	\$423	\$99	\$25	\$74	\$74
MEDINA	\$257,453	\$173,469	\$83,984	\$36,092	\$47,892	\$46,529
MENARD	\$34,075	\$23,379	\$10,696	\$6,413	\$4,283	\$3,778
MIDLAND	\$14,226,688	\$10,714,165	\$3,512,911	\$2,455,389	\$1,057,522	\$921,656
MILAM	\$416,000	\$325,630	\$90,383	\$81,334	\$9,049	\$9,112
MITCHELL	\$364	\$248	\$116	\$25	\$91	\$91
MONTAGUE	\$85,773	\$67,440	\$18,333	\$13,089	\$5,244	\$5,495
MONTGOMERY	\$16,802,197	\$13,752,920	\$3,055,277	\$2,826,878	\$228,399	\$288,735
MOORE	\$1,982	\$663	\$1,319	\$-	\$1,319	\$1,319
NACOGDOCHES	\$4,330,172	\$3,284,959	\$1,045,389	\$878,845	\$166,544	\$137,415
NAVARRO	\$3,097,501	\$2,616,864	\$480,637	\$448,455	\$32,182	\$53,600
NOLAN	\$3,796	\$1,000	\$2,796	\$50	\$2,746	\$3,486
NUECES	\$32,455,452	\$24,718,728	\$8,280,317	\$6,960,518	\$1,319,799	\$1,304,548
ORANGE	\$1,250	\$375	\$875	\$200	\$675	\$675
PALO PINTO	\$878,335	\$651,128	\$227,209	\$185,821	\$41,388	\$49,116
PECOS	\$54,792	\$45,234	\$9,558	\$7,215	\$2,343	\$1,396

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### GROSS RECEIPTS, PRIZES AND CHARITABLE DISTRIBUTIONS COUNTY (CONT'D)

COUNTY	GROSS RECEIPTS	BINGO PRIZES	TOTAL INCOME	TOTAL EXPENSES	NET PROCEEDS	CHARITABLE DISTRIBUTIONS
POLK	\$1,751,829	\$1,388,890	\$362,958	\$310,706	\$52,252	\$56,854
POTTER	\$11,297,835	\$8,459,145	\$2,838,812	\$2,497,002	\$341,810	\$394,386
REAL	\$6,510	\$4,372	\$2,138	\$568	\$1,570	\$1,570
REFUGIO	\$1,718	\$1,510	\$208	\$-	\$208	\$208
ROBERTS	\$781	\$1,000	\$(219)	\$25	\$(244)	\$(244)
ROBERTSON	\$13,479	\$10,825	\$2,654	\$2,364	\$290	\$4,935
RUNNELS	\$4,822	\$1,095	\$3,727	\$50	\$3,677	\$3,677
SABINE	\$122,531	\$99,919	\$22,612	\$21,232	\$1,380	\$2,784
SAN PATRICIO	\$165,901	\$129,061	\$36,840	\$14,225	\$22,615	\$16,217
SCURRY	\$835,209	\$619,162	\$216,047	\$201,334	\$14,713	\$33,831
SMITH	\$5,695,571	\$4,581,624	\$1,113,957	\$1,041,912	\$72,045	\$59,858
STARR	\$2,164,495	\$1,708,468	\$456,053	\$408,934	\$47,119	\$62,866
TARRANT	\$55,990,496	\$42,938,019	\$13,136,484	\$12,231,713	\$904,771	\$944,561
TAYLOR	\$11,530,234	\$9,306,510	\$2,341,688	\$2,067,344	\$274,344	\$313,652
TOM GREEN	\$4,522,449	\$3,525,399	\$997,050	\$896,235	\$100,815	\$71,657
TRAVIS	\$42,294,491	\$31,338,472	\$10,956,189	\$9,005,185	\$1,951,004	\$2,067,026
TRINITY	\$332,285	\$260,000	\$72,289	\$56,511	\$15,778	\$18,278
UPSHUR	\$1,874	\$605	\$1,269	\$220	\$1,049	\$1,049
UVALDE	\$857	\$406	\$451	\$50	\$401	\$401
VAL VERDE	\$2,656,727	\$1,834,816	\$837,950	\$617,409	\$220,541	\$285,539
VICTORIA	\$7,507,389	\$5,856,898	\$1,650,491	\$1,426,863	\$223,628	\$75,243
WASHINGTON	\$458,723	\$345,753	\$112,970	\$96,375	\$16,595	\$17,728
WEBB	\$7,923,310	\$5,705,898	\$2,217,426	\$1,683,556	\$533,870	\$546,245
WHARTON	\$570,585	\$452,929	\$117,675	\$106,387	\$11,288	\$25,173
WICHITA	\$2,050,414	\$1,515,015	\$535,399	\$503,921	\$31,478	\$48,464
WILBARGER	\$87,211	\$64,125	\$23,086	\$13,198	\$9,888	\$10,768
WILLIAMSON	\$6,938,474	\$5,195,524	\$1,766,950	\$1,260,696	\$506,254	\$518,031
WILSON	\$81,686	\$62,302	\$19,384	\$10,459	\$8,925	\$8,886
WISE	\$763	\$850	\$(87)	\$25	\$(112)	\$(112)
WOOD	\$365,802	\$282,164	\$83,640	\$50,453	\$33,187	\$25,500
ZAVALA	\$921,164	\$659,899	\$261,330	\$76,086	\$185,244	\$185,420
WINKLER	\$-	\$-	\$-	\$570	\$(570)	\$-
WISE	\$3,337	\$2,622	\$715	\$475	\$240	\$240
WOOD	\$35,877	\$16,596	\$19,281	\$1,458	\$17,823	\$19,000
YOUNG	\$-	\$-	\$-	\$-	\$-	\$760
ZAVALA	\$826,932	\$596,792	\$230,271	\$58,528	\$171,743	\$235,798
<b>TOTAL</b>	<b>\$719,612,353</b>	<b>\$549,385,562</b>	<b>\$172,401,939</b>	<b>\$146,421,688</b>	<b>\$25,980,251</b>	<b>\$26,555,342</b>

Source: Texas Lottery Commission  
Figures as of 4/30/14. Unaudited.

### APPENDIX B

#### CHARITABLE BINGO ALLOCATIONS TO COUNTIES AND PERCENTAGE OF CHANGE

COUNTY	2012	2013	CHANGE	% CHANGE
BASTROP	\$8,335	\$7,921	\$(414)	-4.97%
BELL	\$475,919	\$458,267	\$(17,652)	-3.71%
BEXAR	\$1,108,756	\$1,180,269	\$71,513	6.45%
BOSQUE	\$244	\$387	\$144	58.95%
BOWIE	\$66,345	\$66,514	\$169	0.25%
BROWN	\$31,691	\$31,316	\$(375)	-1.18%
BURNET	\$9,612	\$5,078	\$(4,534)	-47.17%
CALDWELL	\$9	\$-	\$(9)	-100.00%
CAMERON	\$78,231	\$83,448	\$5,217	6.67%
COMAL	\$11,846	\$9,928	\$(1,919)	-16.20%
DALLAS	\$562,527	\$582,259	\$19,732	3.51%
DEAF SMITH	\$6,854	\$6,273	\$(581)	-8.48%
DENTON	\$20,940	\$20,830	\$(110)	-0.52%
ECTOR	\$240,899	\$238,358	\$(2,540)	-1.05%
EDWARDS	\$17	\$-	\$(17)	-100.00%
EL PASO	\$56,615	\$52,513	\$(4,102)	-7.25%
ELLIS	\$12,989	\$10,736	\$(2,254)	-17.35%
FREESTONE	\$6,694	\$4,382	\$(2,311)	-34.53%
FRIO	\$3,210	\$2,439	\$(771)	-24.02%
GALVESTON	\$68,749	\$66,667	\$(2,081)	-3.03%
GILLESPIE	\$570	\$735	\$164	28.78%
GRAY	\$1,320	\$788	\$(532)	-40.29%
GRAYSON	\$20,406	\$31,023	\$10,617	52.03%
GREGG	\$115,276	\$109,192	\$(6,084)	-5.28%
GUADALUPE	\$50,234	\$52,791	\$2,557	5.09%
HARRIS	\$646,040	\$682,413	\$36,373	5.63%
HIDALGO	\$347,253	\$404,477	\$57,224	16.48%
JACKSON	\$-	\$48	\$48	0.00%
KARNES	\$7,145	\$1,753	\$(5,392)	-75.46%
KAUFMAN	\$37,198	\$36,879	\$(319)	-0.86%
KENDALL	\$-	\$4	\$4	0.00%
KINNEY	\$421	\$289	\$(132)	-31.36%
KLEBERG	\$5,866	\$3,659	\$(2,207)	-37.62%
LIBERTY	\$3,074	\$5,040	\$1,966	63.94%
LUBBOCK	\$308,662	\$299,932	\$(8,730)	-2.83%

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### CHARITABLE BINGO ALLOCATIONS TO COUNTIES AND PERCENTAGE OF CHANGE (CONT'D)

COUNTY	2012	2013	CHANGE	% CHANGE
LYNN	\$6,565	\$6,947	\$382	5.82%
MCLENNAN	\$190,290	\$190,100	\$(189)	-0.10%
MIDLAND	\$118,900	\$132,328	\$13,428	11.29%
MONTAGUE	\$816	\$851	\$34	4.22%
MONTGOMERY	\$179,876	\$193,822	\$13,946	7.75%
NOLAN	\$30	\$31	\$0	1.45%
NUECES	\$290,721	\$299,466	\$8,744	3.01%
ORANGE	\$251	\$7	\$(244)	-97.07%
PECOS	\$1,451	\$1,277	\$(174)	-11.98%
POTTER	\$210,732	\$193,281	\$(17,451)	-8.28%
ROBERTSON	\$118	\$349	\$231	196.31%
SAN PATRICIO	\$5,797	\$3,676	\$(2,121)	-36.60%
SMITH	\$60,255	\$59,051	\$(1,204)	-2.00%
TARRANT	\$555,149	\$543,090	\$(12,059)	-2.17%
TAYLOR	\$119,644	\$118,288	\$(1,356)	-1.13%
TOM GREEN	\$42,039	\$46,998	\$4,959	11.80%
TRAVIS	\$370,540	\$401,610	\$31,070	8.39%
UPSHUR	\$31	\$13	\$(17)	-56.02%
VAL VERDE	\$46,444	\$46,274	\$(169)	-0.36%
VICTORIA	\$71,451	\$72,505	\$1,054	1.48%
WEBB	\$86,549	\$71,514	\$(15,036)	-17.37%
WILBARGER	\$1,729	\$1,748	\$19	1.09%
WILLIAMSON	\$91,955	\$91,588	\$(367)	-0.40%
WINKLER	\$285	\$-	\$(285)	-100.00%
<b>TOTAL</b>	<b>\$6,765,564</b>	<b>\$6,931,422</b>	<b>\$165,857</b>	<b>2.45%</b>

Source: Texas Lottery Commission  
Figures as of 5/13/14. Unaudited.

### APPENDIX C

#### CHARITABLE BINGO ALLOCATIONS TO CITIES AND PERCENTAGE OF CHANGE

CITY	2012	2013	CHANGE	% CHANGE
ABILENE	\$97,381.45	\$96,433.94	\$(947.51)	-0.97%
ARLINGTON	\$108,826.39	\$112,925.28	\$4,098.89	3.77%
AUSTIN	\$346,809.62	\$376,352.33	\$29,542.71	8.52%
BALCH SPRINGS	\$47,523.13	\$57,545.21	\$10,022.08	21.09%
BANDERA	\$1,075.21	\$1,010.42	\$(64.79)	-6.03%
BANGS	\$3,957.61	\$4,185.28	\$227.67	5.75%
BEAUMONT	\$85,494.35	\$78,667.90	\$(6,826.45)	-7.98%
BELLMEAD	\$38,015.84	\$46,967.02	\$8,951.18	23.55%
BENBROOK	\$301.71	\$985.36	\$683.65	226.59%
BIG SPRING	\$18,263.33	\$18,787.71	\$524.38	2.87%
BIG WELLS	\$15,225.96	\$-	\$(15,225.96)	-100.00%
BOERNE	\$-	\$3.68	\$3.68	0.00%
BOWIE	\$816.14	\$850.55	\$34.41	4.22%
BROWNSVILLE	\$63,889.83	\$71,438.03	\$7,548.20	11.81%
BROWNWOOD	\$18,156.87	\$18,120.33	\$(36.54)	-0.20%
BRYAN	\$221,873.03	\$241,630.63	\$19,757.60	8.90%
BUDA	\$2,059.66	\$2,044.37	\$(15.29)	-0.74%
CARRIZO SPRINGS	\$4,925.81	\$4,991.57	\$65.76	1.34%
CLEBURNE	\$40,346.74	\$35,706.73	\$(4,640.01)	-11.50%
CLUTE	\$2,886.93	\$2,564.59	\$(322.34)	-11.17%
COLLEGE STATION	\$5.15	\$-	\$(5.15)	-100.00%
CONROE	\$128,439.57	\$142,121.70	\$13,682.13	10.65%
COPPERAS COVE	\$144,018.63	\$162,492.36	\$18,473.73	12.83%
CORPUS CHRISTI	\$290,688.26	\$299,422.55	\$8,734.29	3.00%
CRYSTAL CITY	\$11,799.09	\$13,433.81	\$1,634.72	13.85%
DALLAS	\$172,629.65	\$173,823.96	\$1,194.31	0.69%
DENISON	\$2,484.92	\$2,517.48	\$32.56	1.31%
DENTON	\$20,888.67	\$20,774.32	\$(114.35)	-0.55%
DEVINE	\$2,568.57	\$3,432.69	\$864.12	33.64%
EL PASO	\$56,614.95	\$52,512.72	\$(4,102.23)	-7.25%
EVERMAN	\$18,113.30	\$18,311.67	\$198.37	1.10%
FAIRFIELD	\$6,693.51	\$4,382.19	\$(2,311.32)	-34.53%
FORT WORTH	\$296,971.56	\$288,252.33	\$(8,719.23)	-2.94%
FREPORT	\$2,840.24	\$3,081.75	\$241.51	8.50%
GALVESTON	\$10,612.04	\$11,761.19	\$1,149.15	10.83%
GARLAND	\$100,691	\$104,178	\$3,487	3.46%

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### CHARITABLE BINGO ALLOCATIONS TO CITIES AND PERCENTAGE OF CHANGE (CONT'D)

CITY	2012	2013	CHANGE	% CHANGE
GRAND PRAIRIE	\$6,492.39	\$28.30	\$(6,464.09)	-99.56%
GUN BARREL CITY	\$68,063.70	\$24,880.85	\$(43,182.85)	-63.44%
HALTOM CITY	\$9,160.91	\$3,866.98	\$(5,293.93)	-57.79%
HARKER HEIGHTS	\$105,026.51	\$92,886.59	\$(12,139.92)	-11.56%
HARLINGEN	\$6,826.69	\$3,924.68	\$(2,902.01)	-42.51%
HELOTES	\$2,226.88	\$2,296.59	\$69.71	3.13%
HILLSBORO	\$35,808.47	\$39,830.28	\$4,021.81	11.23%
HOUSTON	\$193,137.23	\$194,260.76	\$1,123.53	0.58%
HUMBLE	\$55,956.40	\$55,662.06	\$(294.34)	-0.53%
HURST	\$56,137.08	\$52,847.01	\$(3,290.07)	-5.86%
INGLESIDE	\$1,374.06	\$1,512.44	\$138.38	10.07%
IRVING	\$50,099.00	\$53,589.11	\$3,490.11	6.97%
KATY	\$1,962.56	\$2,085.17	\$122.61	6.25%
KILLEEN	\$222,437.43	\$214,870.91	\$(7,566.52)	-3.40%
KINGSVILLE	\$5,833.05	\$3,618.16	\$(2,214.89)	-37.97%
KIRBY	\$399.99	\$299.67	\$(100.32)	-25.08%
LA FERIA	\$35.73	\$52.26	\$16.53	46.26%
LA MARQUE	\$55,220.71	\$54,749.23	\$(471.48)	-0.85%
LA PORTE	\$22.78	\$18.76	\$(4.02)	-17.65%
LANCASTER	\$25,465.48	\$26,309.26	\$843.78	3.31%
LAREDO	\$86,548.70	\$71,513.37	\$(15,035.33)	-17.37%
LEAGUE CITY	\$23.33	\$20.17	\$(3.16)	-13.54%
LITTLE RIVER ACAD	\$4,126.78	\$3,983.91	\$(142.87)	-3.46%
LONGVIEW	\$115,270.67	\$109,191.44	\$(6,079.23)	-5.27%
LUBBOCK	\$308,661.99	\$299,931.75	\$(8,730.24)	-2.83%
MARBLE FALLS	\$3,166.13	\$4,435.73	\$1,269.60	40.10%
MERCEDES	\$5,986.89	\$6,134.42	\$147.53	2.46%
MESQUITE	\$35,080.52	\$36,939.47	\$1,858.95	5.30%
MIDLAND	\$118,900.41	\$132,328.06	\$13,427.65	11.29%
ODESSA	\$103,795.27	\$100,064.23	\$(3,731.04)	-3.59%
ORANGE	\$250.90	\$7.35	\$(243.55)	-97.07%
PALACIOS	\$424.66	\$63.02	\$(361.64)	-85.16%
PARIS	\$37,636.22	\$36,929.42	\$(706.80)	-1.88%
PASADENA	\$-	\$62.08	\$62.08	0.00%
PHARR	\$73,186.21	\$84,272.59	\$11,086.38	15.15%
PHARR	\$78,575	\$73,186	\$(5,389)	-6.86%

# CHARITABLE BINGO OPERATIONS DIVISION

## 2013 ANNUAL REPORT

### CHARITABLE BINGO ALLOCATIONS TO CITIES AND PERCENTAGE OF CHANGE (CONT'D)

CITY	2012	2013	CHANGE	% CHANGE
PLANO	\$80,908.34	\$79,326.42	\$(1,581.92)	-1.96%
RICHARDSON	\$44,467.73	\$44,738.97	\$271.24	0.61%
ROBSTOWN	\$-	\$17.42	\$17.42	0.00%
ROMA	\$24,113.97	\$19,984.17	\$(4,129.80)	-17.13%
ROUND ROCK	\$32,014.95	\$32,314.73	\$299.78	0.94%
SAN ANGELO	\$41,999.29	\$46,966.50	\$4,967.21	11.83%
SAN ANTONIO	\$1,086,162.79	\$1,083,744.71	\$(2,418.08)	-0.22%
SAN BENITO	\$485.98	\$12.11	\$(473.87)	-97.51%
SAN JUAN	\$36,623.78	\$36,856.76	\$232.98	0.64%
SEGUIN	\$36,238.01	\$38,165.74	\$1,927.73	5.32%
SEVEN POINTS	\$540.28	\$-	\$(540.28)	-100.00%
SHERMAN	\$17,802.63	\$28,505.38	\$10,702.75	60.12%
SOMERVILLE	\$6,846.04	\$6,953.22	\$107.18	1.57%
SOUTH HOUSTON	\$66,506.67	\$62,271.66	\$(4,235.01)	-6.37%
TEMPLE	\$46,471.50	\$45,170.85	\$(1,300.65)	-2.80%
TOMBALL	\$-	\$10.49	\$10.49	0.00%
TYE	\$22,262.25	\$21,749.44	\$(512.81)	-2.30%
TYLER	\$57,381.40	\$56,091.00	\$(1,290.40)	-2.25%
UNIVERSAL CITY	\$238.85	\$220.07	\$(18.78)	-7.86%
VICTORIA	\$71,450.91	\$72,505.18	\$1,054.27	1.48%
WACO	\$147,955.53	\$139,158.62	\$(8,796.91)	-5.95%
WATAUGA	\$23,629.29	\$24,878.06	\$1,248.77	5.28%
WESLACO	\$3,436.17	\$5,802.23	\$2,366.06	68.86%
WHITE SETTLEMENT	\$41,771.01	\$40,738.90	\$(1,032.11)	-2.47%
WICHITA FALLS	\$61,695.92	\$40,122.22	\$(21,573.70)	-34.97%
<b>TOTAL</b>	<b>\$6,133,124.82</b>	<b>\$6,113,554.23</b>	<b>\$(19,570.59)</b>	<b>-0.32%</b>

Source: Texas Lottery Commission  
Figures as of 5/13/14. Unaudited.