



TEXAS DEPARTMENT OF
LICENSING & REGULATION



OPERATING BUDGET Fiscal Year 2026
Submitted December 1, 2025

Operating Budget

For Fiscal Year 2026

Submitted to the
Office of the Governor, Budget and Policy Division,
and the Legislative Budget Board

by

Texas Department of Licensing and Regulation

December 1, 2025

**Texas Department of Licensing and Regulation
Operating Budget
Fiscal Year 2026**

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CERTIFICATE

Agency Name Texas Department of Licensing and Regulation

This is to certify that the information contained in the agency operating budget filed with the Legislative Budget Board (LBB) and the Office of the Governor, Budget and Policy Division, is accurate to the best of my knowledge and that the electronic submission to the LBB via the Automated Budget and Evaluation System of Texas (ABEST) and the PDF file submitted via the LBB Document Submission application are identical.

Additionally, should it become likely at any time that unexpended balances will accrue for any account, the LBB and the Office of the Governor will be notified in writing in accordance with Senate Bill 1, Article IX, Section 7.01, Eighty-ninth Legislature, Regular Session, 2025.

Chief Executive Office or Presiding Judge

Courtney Arbour
Signature
Courtney Arbour
Printed Name
Executive Director
Title
12/1/2025
Date

Board or Commission Chair

Rick Figueroa
Signature
Rick Figueroa
Printed Name
Commission Chair
Title
12/1/2025
Date

Chief Financial Officer

Brandy M. Myers
Signature
Brandy Myers
Printed Name
Chief Financial Officer
Title
12/1/2025
Date

BUDGET SUMMARIES

Budget Overview
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

452 Department of Licensing and Regulation

	GENERAL REVENUE FUNDS		GR DEDICATED				OTHER FUNDS		ALL FUNDS	
	2025	2026	2025	2026	2025	2026	2025	2026	2025	2026
Goal: 1. License, Certify, and Register Qualified Individuals and Businesses										
1.1.1. License, Register And Certify	3,178,437	3,289,510	137,988	137,988			2,590,884	2,390,677	5,907,309	5,818,175
1.1.2. License Businesses And Facilities	1,441,944	1,738,464					254,688	259,970	1,696,632	1,998,434
1.1.3. Examinations/Continuing Education	1,423,170	1,277,789	645,199	728,301			210		2,068,579	2,006,090
1.1.4. Customer Serv.	2,244,546	2,195,278	102,448	102,448			609,391	889,740	2,956,385	3,187,466
1.1.5. Texas.Gov	922,303	650,000							922,303	650,000
Total, Goal	9,210,400	9,151,041	885,635	968,737			3,455,173	3,540,387	13,551,208	13,660,165
Goal: 2. Protect the Public by Enforcing Laws Administered by the Agency										
2.1.1. Conduct Inspections	14,836,584	26,285,450					1,314,537	858,880	16,151,121	27,144,330
2.1.2. Building Plan Reviews	1,182,423	1,342,175					500		1,182,923	1,342,175
2.1.3. Resolve Complaints	5,335,698	7,016,412					187,054	517,892	5,522,752	7,534,304
2.1.4. Investigation	4,704,938	5,154,170					3,711		4,708,649	5,154,170
Total, Goal	26,059,643	39,798,207					1,505,802	1,376,772	27,565,445	41,174,979
Goal: 3. Indirect Administration										
3.1.1. Central Administration	2,879,073	5,266,139					2,772,398	1,703,941	5,651,471	6,970,080
3.1.2. Information Resources	14,006,108	36,511,515					1,233,466	1,199,758	15,239,574	37,711,273
3.1.3. Other Support Services	771,047	760,258	46,178	46,178			273,888	272,388	1,091,113	1,078,824
Total, Goal	17,656,228	42,537,912	46,178	46,178			4,279,752	3,176,087	21,982,158	45,760,177

Budget Overview
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

452 Department of Licensing and Regulation

	GENERAL REVENUE FUNDS		GR DEDICATED				OTHER FUNDS		ALL FUNDS	
	2025	2026	2025	2026	2025	2026	2025	2026	2025	2026
Goal: 4. Run Self-supporting, Revenue-producing, and Secure Lottery										
4.1.1. Lottery Operations			4,504,884	4,740,332					4,504,884	4,740,332
4.1.2. Lottery Field Operations			3,830,988	4,101,522					3,830,988	4,101,522
4.1.3. Product Development			6,225,108	6,567,837					6,225,108	6,567,837
4.1.4. Security			5,867,785	6,138,614					5,867,785	6,138,614
4.1.5. Central Administration			15,088,336	16,432,554					15,088,336	16,432,554
4.1.6. Lottery Operator Contract(S)			142,366,884	156,763,421					142,366,884	156,763,421
4.1.7. Scratch Ticket Product. Contract(S)			88,560,000	72,589,133					88,560,000	72,589,133
4.1.8. Promote Lottery Games Contract(S)			9,987,356	10,000,000					9,987,356	10,000,000
4.1.9. Drawing & Broadcast Contract(S)			2,256,900	2,260,725					2,256,900	2,260,725
4.1.10. Retailer Bonus			1,999,000	2,010,000					1,999,000	2,010,000
4.1.11. Retailer Commissions			30,536,775	39,409,579					30,536,775	39,409,579
Total, Goal			311,224,016	321,013,717					311,224,016	321,013,717
Goal: 5. Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully										
5.1.1. Bingo Licensing	591,684	1,904,390							591,684	1,904,390
5.1.2. Bingo Education And Development	108,797	121,314							108,797	121,314
5.1.3. Bingo Law Compliance Field Oper	1,491,754	1,572,104							1,491,754	1,572,104
5.1.4. Bingo Prize Fee Collection & Acct	188,516	261,937							188,516	261,937
Total, Goal	2,380,751	3,859,745							2,380,751	3,859,745
Total, Agency	55,307,022	95,346,905	312,155,829	322,028,632			9,240,727	8,093,246	376,703,578	425,468,783
Total FTEs									831.7	937.2

2.A. Summary of Budget By Strategy

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 12/4/2025

TIME : 11:15:29AM

Agency code: 452 Agency name: Department of Licensing and Regulation

Goal/Objective/STRATEGY	EXP 2024	EXP 2025	BUD 2026
1 License, Certify, and Register Qualified Individuals and Businesses			
1 Regulate All Applicable Individuals and Facilities According to Law			
1 LICENSE, REGISTER AND CERTIFY	\$6,075,912	\$5,907,309	\$5,818,175
2 LICENSE BUSINESSES AND FACILITIES	\$1,464,719	\$1,696,632	\$1,998,434
3 EXAMINATIONS/CONTINUING EDUCATION	\$2,147,290	\$2,068,579	\$2,006,090
4 CUSTOMER SERV.	\$2,856,142	\$2,956,385	\$3,187,466
5 TEXAS.GOV	\$852,636	\$922,303	\$650,000
TOTAL, GOAL 1	\$13,396,699	\$13,551,208	\$13,660,165
2 Protect the Public by Enforcing Laws Administered by the Agency			
1 Enforce Laws to Achieve Compliance in Regulated Industries/Occupations			
1 CONDUCT INSPECTIONS	\$17,171,482	\$16,151,121	\$27,144,330
2 BUILDING PLAN REVIEWS	\$1,119,682	\$1,182,923	\$1,342,175
3 RESOLVE COMPLAINTS	\$5,516,521	\$5,522,752	\$7,534,304
4 INVESTIGATION	\$4,435,993	\$4,708,649	\$5,154,170
TOTAL, GOAL 2	\$28,243,678	\$27,565,445	\$41,174,979
3 Indirect Administration			
1 Indirect Administration			
1 CENTRAL ADMINISTRATION	\$4,872,260	\$5,651,471	\$6,970,080
2 INFORMATION RESOURCES	\$6,704,665	\$15,239,574	\$37,711,273
3 OTHER SUPPORT SERVICES	\$1,101,758	\$1,091,113	\$1,078,824
TOTAL, GOAL 3	\$12,678,683	\$21,982,158	\$45,760,177

2.A. Summary of Budget By Strategy

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 12/4/2025

TIME : 11:15:29AM

Agency code: 452 Agency name: Department of Licensing and Regulation

Goal/Objective/STRATEGY	EXP 2024	EXP 2025	BUD 2026
4 Run Self-supporting, Revenue-producing, and Secure Lottery			
1 <i>Generate Revenue through Ticket Sales</i>			
1 LOTTERY OPERATIONS	\$4,342,044	\$4,504,884	\$4,740,332
2 LOTTERY FIELD OPERATIONS	\$3,450,069	\$3,830,988	\$4,101,522
3 PRODUCT DEVELOPMENT	\$5,715,347	\$6,225,108	\$6,567,837
4 SECURITY	\$5,462,183	\$5,867,785	\$6,138,614
5 CENTRAL ADMINISTRATION	\$14,386,334	\$15,088,336	\$16,432,554
6 LOTTERY OPERATOR CONTRACT(S)	\$151,868,151	\$142,366,884	\$156,763,421
7 SCRATCH TICKET PRODUCT. CONTRACT(S)	\$70,715,412	\$88,560,000	\$72,589,133
8 PROMOTE LOTTERY GAMES CONTRACT(S)	\$9,983,078	\$9,987,356	\$10,000,000
9 DRAWING & BROADCAST CONTRACT(S)	\$2,256,225	\$2,256,900	\$2,260,725
10 RETAILER BONUS	\$1,999,000	\$1,999,000	\$2,010,000
11 RETAILER COMMISSIONS	\$28,499,025	\$30,536,775	\$39,409,579
TOTAL, GOAL 4	\$298,676,868	\$311,224,016	\$321,013,717
5 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully			
1 <i>Curtail Violations of Bingo Laws/Rules</i>			
1 BINGO LICENSING	\$550,433	\$591,684	\$1,904,390
2 BINGO EDUCATION AND DEVELOPMENT	\$69,889	\$108,797	\$121,314
3 BINGO LAW COMPLIANCE FIELD OPER	\$1,175,727	\$1,491,754	\$1,572,104
4 BINGO PRIZE FEE COLLECTION & ACCT	\$243,113	\$188,516	\$261,937
TOTAL, GOAL 5	\$2,039,162	\$2,380,751	\$3,859,745

2.A. Summary of Budget By Strategy

DATE : 12/4/2025

TIME : 11:15:29AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452

Agency name: Department of Licensing and Regulation

Goal/Objective/STRATEGY	EXP 2024	EXP 2025	BUD 2026
General Revenue Funds:			
1 General Revenue Fund	\$46,398,819	\$55,307,022	\$95,346,905
	\$46,398,819	\$55,307,022	\$95,346,905
General Revenue Dedicated Funds:			
501 Motorcycle Education Acct	\$929,915	\$929,915	\$929,915
5025 Lottery Acct	\$298,676,868	\$311,224,016	\$321,013,717
5192 Barbrng&Cosmetgy Sch Tuit Prtect	\$0	\$1,898	\$85,000
	\$299,606,783	\$312,155,829	\$322,028,632
Other Funds:			
666 Appropriated Receipts	\$8,997,233	\$9,132,406	\$7,623,180
777 Interagency Contracts	\$7,255	\$83,321	\$445,066
898 Auction Educ & Rec Trust	\$25,000	\$25,000	\$25,000
	\$9,029,488	\$9,240,727	\$8,093,246
TOTAL, METHOD OF FINANCING	\$355,035,090	\$376,703,578	\$425,468,783
FULL TIME EQUIVALENT POSITIONS	808.8	831.7	937.2

2.B. Summary of Budget By Method of Finance
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **12/4/2025**
TIME: **11:16:12AM**

Agency code: **452** Agency name: **Department of Licensing and Regulation**

METHOD OF FINANCING	Exp 2024	Exp 2025	Bud 2026
<u>GENERAL REVENUE</u>			
<u>1</u> General Revenue Fund			
<i>REGULAR APPROPRIATIONS</i>			
Regular Appropriations from MOF Table (2024-25 GAA)	\$75,116,382	\$43,448,719	\$0
Regular Appropriations from MOF Table (2026-27 GAA)	\$0	\$0	\$62,162,524
Regular Appropriations from MOF Table (2024-25 GAA)	\$2,507,155	\$2,596,625	\$0
Comments: Charitable Bingo			
Regular Appropriations from MOF Table (2026-27 GAA)	\$0	\$0	\$2,599,745
Comments: Charitable Bingo			
<i>RIDER APPROPRIATION</i>			
Art IX, Sec 9.04, Texas.gov Project: Occupational Licenses (2024-25 GAA)	\$202,636	\$272,303	\$0
Art VIII-27, Rider 5, Combative Sports	\$30,000	\$30,000	\$0
Art IX, Sec. 18.59 Texas Board of Veterinary Medical Examiners, SB 1414	\$1,027,296	\$943,221	\$0
Art IX, Sec. 18.48, Electrical Vehicle Supply Equipment, SB 1001	\$0	\$284,761	\$0
Section 18.27 Contingency for HB 4215	\$0	\$0	\$80,000
Art IX, Sec 8.02, Reimbursements and Payments (2024-25 GAA)	\$60	\$28	\$0
Comments: Charitable Bingo			
<i>TRANSFERS</i>			
Art IX, Sec. 17.16 Appropriation for a Salary Increase for General State Employees (2024-25 GAA)	\$45,875	\$0	\$0
Comments: Additional 5% Legislative Salary Increase			

2.B. Summary of Budget By Method of Finance
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **12/4/2025**
TIME: **11:16:12AM**

Agency code: **452** Agency name: **Department of Licensing and Regulation**

METHOD OF FINANCING	Exp 2024	Exp 2025	Bud 2026
<i>SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS</i>			
HB 500, 89th Leg, Regular Session	\$0	\$1,438,000	\$0
Comments: Section 10.80 Cybersecurity Project			
HB 500, 89th Leg, Regular Session	\$0	\$150,000	\$0
Comments: Section 10.81, Helpdesk System			
HB 500, 89th Leg, Regular Session	\$0	\$515,000	\$0
Comments: Section 11.01, Motor Vehicle Purchases			
HB 500, 89th Leg, Regular Session	\$0	\$2,500,000	\$0
Comments: Section 8.04, Additional Operating Funds			
HB 500, 89th Leg, Regular Session	\$0	\$0	\$1,260,000
Comments: Charitable Bingo - Section 10.60, Infrastructure Upgrades to BOSS and BSP			
<i>LAPSED APPROPRIATIONS</i>			
Art IX, Sec. 18.59 Texas Board of Veterinary Medical Examiners, SB 1414	\$(63,631)	\$0	\$0
Regular Appropriations from MOF Table (2024-25 GAA)	\$(468,053)	\$(215,900)	\$0
Comments: Charitable Bingo			
<i>UNEXPENDED BALANCES AUTHORITY</i>			
SB 30, 88th Leg, Regular Session	\$590,000	\$0	\$0
Art IX, Sec 14.05, UB Authority within the Same Biennium (2024-25 GAA)	\$(32,588,901)	\$0	\$0
HB 500, 89th Leg, Regular Session	\$0	\$(1,438,000)	\$1,438,000
Comments: Section 10.80 Cybersecurity Project			

2.B. Summary of Budget By Method of Finance
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **12/4/2025**
TIME: **11:16:12AM**

Agency code: **452** Agency name: **Department of Licensing and Regulation**

METHOD OF FINANCING		Exp 2024	Exp 2025	Bud 2026
HB 500, 89th Leg, Regular Session		\$0	\$(150,000)	\$150,000
Comments: Section 10.81, Helpdesk System				
HB 500, 89th Leg, Regular Session		\$0	\$(515,000)	\$515,000
Comments: Section 11.01, Motor Vehicle Purchases				
HB 500, 89th Leg, Regular Session		\$0	\$(2,355,538)	\$2,355,538
Comments: Section 8.04, Additional Operating Funds				
Art IX, Sec 14.03(i), Capital Budget UB (2024-25 GAA)		\$0	\$32,588,901	\$0
Art IX, Sec 14.03(i), Capital Budget UB (2024-25 GAA)		\$0	\$(24,786,098)	\$0
Art VIII, Sec 13, Unexpended Balances: Modern and Comprehensive Licensing System (2026-2027 GAA)		\$0	\$0	\$24,786,098
TOTAL,	General Revenue Fund			
		\$46,398,819	\$55,307,022	\$95,346,905
TOTAL, ALL	GENERAL REVENUE			
		\$46,398,819	\$55,307,022	\$95,346,905

GENERAL REVENUE FUND - DEDICATED

<u>501</u>	GR Dedicated - Motorcycle Education Account No. 501			
	<i>REGULAR APPROPRIATIONS</i>			
	Regular Appropriations from MOF Table (2024-25 GAA)	\$929,915	\$929,915	\$0
	Regular Appropriations from MOF Table (2026-27 GAA)	\$0	\$0	\$929,915
TOTAL,	GR Dedicated - Motorcycle Education Account No. 501			
		\$929,915	\$929,915	\$929,915
<u>5025</u>	GR Dedicated - Lottery Account No. 5025			

2.B. Summary of Budget By Method of Finance
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **12/4/2025**
TIME: **11:16:12AM**

Agency code: **452** Agency name: **Department of Licensing and Regulation**

METHOD OF FINANCING	Exp 2024	Exp 2025	Bud 2026
<i>REGULAR APPROPRIATIONS</i>			
Regular Appropriations from MOF Table (2026-27 GAA)	\$0	\$0	\$320,169,649
Regular Appropriations from MOF Table (2024-25 GAA)	\$320,886,632	\$335,501,609	\$0
<i>RIDER APPROPRIATION</i>			
Rider 9, Lottery Operator Contract (2024-25 GAA)	\$11,319,867	\$1,576,993	\$0
Rider 10, Appropriation of Increased Revenues (2024-25 GAA)	\$279,252	\$0	\$0
Art IX, Sec 8.02, Reimbursements and Payments (2024-25 GAA)	\$615,258	\$522,062	\$0
Art IX, Sec 8.02, Reimbursements and Payments (2026-27 GAA)	\$0	\$0	\$640,300
<i>SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS</i>			
HB 500, 89th Leg, Regular Session	\$0	\$0	\$329,344
Comments: Section 10.60, Infrastructure Upgrades to BOSS and BSP			
Article IX, Section 17.15. Appn for a Salary Increase for Licensed Attorneys in Certain Positions	\$0	\$0	\$35,281
<i>LAPSED APPROPRIATIONS</i>			
Regular Appropriations from MOF Table (2024-25 GAA)	\$(4,604,284)	\$(3,197,220)	\$0
Rider 8, Retailer Commission (2024-25 GAA)	\$(10,665,975)	\$(8,628,225)	\$0
<i>UNEXPENDED BALANCES AUTHORITY</i>			
Rider 10, Appropriation of Increased Revenue (2024-25 GAA)	\$(279,252)	\$279,252	\$0
Art IX, Sec 14.03(i), Capital Budget UB (2024-25 GAA)	\$(170,191)	\$170,191	\$0
Rider 9, Lottery Operator Contract (2024-25 GAA)	\$(18,704,439)	\$(15,000,646)	\$0
Article IX, Section 17.16, Contingent Appn of All UB Remaining from HB 500	\$0	\$0	\$(160,857)

2.B. Summary of Budget By Method of Finance
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **12/4/2025**
TIME: **11:16:12AM**

Agency code: **452** Agency name: **Department of Licensing and Regulation**

METHOD OF FINANCING		Exp 2024	Exp 2025	Bud 2026
TOTAL,	GR Dedicated - Lottery Account No. 5025	\$298,676,868	\$311,224,016	\$321,013,717
5192	GR Dedicated - Barbering and Cosmetology School Tuition Protection Account No. 5192			
	<i>REGULAR APPROPRIATIONS</i>			
	Regular Appropriations from MOF Table (2024-25 GAA)	\$85,000	\$85,000	\$0
	Regular Appropriations from MOF Table (2026-27 GAA)	\$0	\$0	\$85,000
	<i>LAPSED APPROPRIATIONS</i>			
	Regular Appropriations from MOF Table (2024-25 GAA)	\$(85,000)	\$(83,102)	\$0
TOTAL,	GR Dedicated - Barbering and Cosmetology School Tuition Protection Account No. 5192	\$0	\$1,898	\$85,000
TOTAL, ALL	GENERAL REVENUE FUND - DEDICATED	\$299,606,783	\$312,155,829	\$322,028,632

OTHER FUNDS

666	Appropriated Receipts			
	<i>REGULAR APPROPRIATIONS</i>			
	Regular Appropriations from MOF Table (2024-25 GAA)	\$7,189,263	\$7,189,263	\$0
	Regular Appropriations from MOF Table (2026-27 GAA)	\$0	\$0	\$7,623,180
	<i>RIDER APPROPRIATION</i>			
	Art IX, Sec 12.02, Publications or Sales of Records (2024-25 GAA)	\$1,045,630	\$1,463,870	\$0
	Art VIII-26, Rider 3, Travel Expenses and Fee Reimbursement for Boiler Inspection	\$127,700	\$86,900	\$0
	Art VIII-26, Rider 4, Elevators, Escalators, and Related Equipment	\$1,379,519	\$1,292,900	\$0
	<i>LAPSED APPROPRIATIONS</i>			

2.B. Summary of Budget By Method of Finance
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **12/4/2025**
TIME: **11:16:12AM**

Agency code: 452		Agency name: Department of Licensing and Regulation		
METHOD OF FINANCING		Exp 2024	Exp 2025	Bud 2026
	Regular Appropriations from MOF Table (2024-25 GAA)			
		\$(744,879)	\$(900,527)	\$0
TOTAL,	Appropriated Receipts			
		\$8,997,233	\$9,132,406	\$7,623,180
<u>777</u>	Interagency Contracts			
	<i>REGULAR APPROPRIATIONS</i>			
	88th Leg., R.S., Senate Bill 224 - Motor Vehicle Crime Prevention			
		\$0	\$499,073	\$0
	Regular Appropriations from MOF Table (2026-27 GAA)			
		\$0	\$0	\$445,066
	<i>RIDER APPROPRIATION</i>			
	Art IX, Sec 8.02, Reimbursements and Payments (2024-25 GAA)			
		\$7,255	\$(415,752)	\$0
TOTAL,	Interagency Contracts			
		\$7,255	\$83,321	\$445,066
<u>898</u>	Auctioneer Education and Recovery Trust Fund No. 898			
	<i>REGULAR APPROPRIATIONS</i>			
	Regular Appropriations from MOF Table (2024-25 GAA)			
		\$25,000	\$25,000	\$0
	Regular Appropriations from MOF Table (2026-27 GAA)			
		\$0	\$0	\$25,000
TOTAL,	Auctioneer Education and Recovery Trust Fund No. 898			
		\$25,000	\$25,000	\$25,000
TOTAL, ALL	OTHER FUNDS			
		\$9,029,488	\$9,240,727	\$8,093,246
GRAND TOTAL				
		\$355,035,090	\$376,703,578	\$425,468,783

2.B. Summary of Budget By Method of Finance
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **12/4/2025**
TIME: **11:16:12AM**

Agency code: **452**

Agency name: **Department of Licensing and Regulation**

METHOD OF FINANCING	Exp 2024	Exp 2025	Bud 2026
FULL-TIME-EQUIVALENT POSITIONS			
REGULAR APPROPRIATIONS			
Regular Appropriations from MOF Table (2026-27 GAA)	0.0	0.0	937.2
Regular Appropriations from MOF Table (2024-25 GAA)	321.5	321.5	0.0
Regular Appropriations from MOF Table (2024-25 GAA)	577.2	577.2	0.0
RIDER APPROPRIATION			
Art IX, Sec. 18.59, Texas Board of Veterinary Medical Examiners, SB 1414	9.0	9.0	0.0
Art IX, Sec. 18.48, Electric Vehicle Supply Equipment, SB 1001	0.0	4.5	0.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP			
Unauthorized Amount over cap/ (amount below cap)	(23.6)	(21.9)	0.0
Unauthorized Amount over cap/ (amount below cap)	(75.3)	0.0	0.0
Unauthorized Amount over cap/ (amount below cap)	0.0	(58.6)	0.0
TOTAL, ADJUSTED FTES	808.8	831.7	937.2

NUMBER OF 100% FEDERALLY FUNDED FTES

2.C. Summary of Budget By Object of Expense
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **12/4/2025**
TIME: **11:16:50AM**

Agency code: **452**

Agency name: **Department of Licensing and Regulation**

OBJECT OF EXPENSE		EXP 2024	EXP 2025	BUD 2026
1001	SALARIES AND WAGES	\$57,520,936	\$62,421,032	\$71,944,342
1002	OTHER PERSONNEL COSTS	\$3,272,466	\$3,122,246	\$1,224,229
2001	PROFESSIONAL FEES AND SERVICES	\$8,954,827	\$16,846,915	\$9,781,270
2002	FUELS AND LUBRICANTS	\$109,797	\$37,277	\$80,400
2003	CONSUMABLE SUPPLIES	\$197,403	\$332,477	\$207,443
2004	UTILITIES	\$359,089	\$374,784	\$367,347
2005	TRAVEL	\$1,629,338	\$1,523,679	\$1,750,440
2006	RENT - BUILDING	\$3,995,603	\$4,132,486	\$4,382,351
2007	RENT - MACHINE AND OTHER	\$875,021	\$894,607	\$972,108
2009	OTHER OPERATING EXPENSE	\$277,139,634	\$286,820,350	\$303,427,658
4000	GRANTS	\$0	\$0	\$0
5000	CAPITAL EXPENDITURES	\$980,976	\$197,725	\$31,331,195
Agency Total		\$355,035,090	\$376,703,578	\$425,468,783

2.D. Summary of Budget By Objective Outcomes
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation system of Texas (ABEST)

Date : 12/4/2025
Time: 11:17:31AM

Agency code: 452 Agency name: Department of Licensing and Regulation

Goal/ Objective / OUTCOME		Exp 2024	Exp 2025	Bud2026
1	License, Certify, and Register Qualified Individuals and Businesses			
	<i>1 Regulate All Applicable Individuals and Facilities According to Law</i>			
KEY	1 Percent of Licenses With No Recent Disciplinary Actions	99.55 %	99.54 %	99.00 %
	2 Percent of Contacts Responded to by Staff at TDLR	79.46 %	77.73 %	85.00 %
2	Protect the Public by Enforcing Laws Administered by the Agency			
	<i>1 Enforce Laws to Achieve Compliance in Regulated Industries/Occupations</i>			
KEY	1 Percent of Complaints Resulting in Disciplinary Action	9.56 %	12.94 %	13.00 %
	2 Percent of Complaints Closed within Six Months	57.67 %	64.46 %	60.00 %
KEY	3 Inspection Coverage Rate	83.00 %	87.31 %	82.00 %
4	Run Self-supporting, Revenue-producing, and Secure Lottery			
	<i>1 Generate Revenue through Ticket Sales</i>			
KEY	1 Percent of Retailers Satisfied with Lottery Commission	91.56 %	88.85 %	89.00 %
	2 Per Capita Net Lottery Sales	274.01	249.84	246.09
	3 % of Net Lottery Sales Spent on Agency Administration	3.58 %	3.92 %	4.32 %
	4 Percentage of Bad Debt to Lottery Sales	0.01 %	0.01 %	0.02 %
	5 Ratio of Promotion Expense to Net Lottery Sales	0.12 %	0.13 %	0.13 %
KEY	6 State Revenue Received Per Dollar Expended on Promotion	200.90	181.20	197.95
	7 Percent of Licensees with No Recent Violations	99.13 %	98.97 %	98.00 %
5	Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully			
	<i>1 Curtail Violations of Bingo Laws/Rules</i>			
	1 Percent of Licensees with No Recent Violations	93.90 %	97.75 %	95.00 %
	2 Percentage of Bingo Audits Referred for Disciplinary Action	36.57 %	15.00 %	55.00 %
KEY	3 Percent of Complaints Referred for Disciplinary Action	2.17 %	0.00 %	1.00 %
	4 Percent of Documented Complaints Completed within Six Months	99.28 %	100.00 %	95.00 %
KEY	5 Net Bingo Games Revenue Received by Charitable Orgs (in Millions)	30.77	31.86	30.00
KEY	6 % of Organizations Who Met the Statutory Charitable Distribution Req	97.84 %	98.61 %	97.00 %
	7 Percentage of Organizations Receiving an Audit	9.14 %	11.08 %	10.00 %
	8 Percentage of Organizations Receiving an Inspection	22.34 %	20.95 %	15.00 %

STRATEGY LEVEL DETAIL

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 1 License, Certify, and Register Qualified Individuals and Businesses

OBJECTIVE: 1 Regulate All Applicable Individuals and Facilities According to Law

STRATEGY: 1 Issue Licenses, Registrations, & Certificates to Qualified Individuals

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Output Measures:

KEY 1	Number of New Licenses Issued to Individuals	182,473.00	208,920.00	206,590.00
KEY 2	Number of Licenses Renewed for Individuals	341,591.00	361,285.00	351,347.00

Explanatory/Input Measures:

KEY 1	Total Number of Licenses Held by Individuals	732,663.00	785,883.00	783,766.00
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Objects of Expense:

1001	SALARIES AND WAGES	\$3,601,959	\$3,848,442	\$4,669,803
1002	OTHER PERSONNEL COSTS	\$300,517	\$150,504	\$101,138
2001	PROFESSIONAL FEES AND SERVICES	\$236,306	\$293,124	\$136,613
2003	CONSUMABLE SUPPLIES	\$6,924	\$25,970	\$11,440
2004	UTILITIES	\$17,745	\$21,707	\$6,852
2005	TRAVEL	\$17,440	\$5,793	\$9,092
2006	RENT - BUILDING	\$195,450	\$184,862	\$215,686
2007	RENT - MACHINE AND OTHER	\$24,181	\$25,134	\$20,644
2009	OTHER OPERATING EXPENSE	\$1,592,986	\$1,351,773	\$564,055
5000	CAPITAL EXPENDITURES	\$82,404	\$0	\$82,852
TOTAL, OBJECT OF EXPENSE		\$6,075,912	\$5,907,309	\$5,818,175

Method of Financing:

1	General Revenue Fund	\$3,439,859	\$3,178,437	\$3,289,510
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$3,439,859	\$3,178,437	\$3,289,510

Method of Financing:

501	Motorcycle Education Acct	\$137,988	\$137,988	\$137,988
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$137,988	\$137,988	\$137,988

3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 1 License, Certify, and Register Qualified Individuals and Businesses

OBJECTIVE: 1 Regulate All Applicable Individuals and Facilities According to Law

STRATEGY: 1 Issue Licenses, Registrations, & Certificates to Qualified Individuals

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Method of Financing:				
	666 Appropriated Receipts	\$2,498,065	\$2,590,884	\$2,390,677
SUBTOTAL, MOF (OTHER FUNDS)		\$2,498,065	\$2,590,884	\$2,390,677
TOTAL, METHOD OF FINANCE :		\$6,075,912	\$5,907,309	\$5,818,175
FULL TIME EQUIVALENT POSITIONS:		58.2	62.9	71.0

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 1 License, Certify, and Register Qualified Individuals and Businesses

OBJECTIVE: 1 Regulate All Applicable Individuals and Facilities According to Law

STRATEGY: 2 License Businesses and Facilities

Service Categories:

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Explanatory/Input Measures:

KEY 1	Total Number of Licenses Held by Businesses	229,472.00	235,739.00	235,994.00
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Objects of Expense:

1001	SALARIES AND WAGES	\$1,183,989	\$1,374,393	\$1,619,061
1002	OTHER PERSONNEL COSTS	\$87,785	\$40,268	\$37,377
2001	PROFESSIONAL FEES AND SERVICES	\$1,930	\$402	\$1,769
2003	CONSUMABLE SUPPLIES	\$2,196	\$5,419	\$4,320
2004	UTILITIES	\$2,948	\$6,317	\$2,646
2005	TRAVEL	\$2,291	\$0	\$2,390
2006	RENT - BUILDING	\$70,980	\$58,715	\$73,123
2007	RENT - MACHINE AND OTHER	\$6,224	\$7,115	\$8,583
2009	OTHER OPERATING EXPENSE	\$106,376	\$204,003	\$249,165
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0

TOTAL, OBJECT OF EXPENSE		\$1,464,719	\$1,696,632	\$1,998,434
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Method of Financing:

1	General Revenue Fund	\$1,387,173	\$1,441,944	\$1,738,464
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,387,173	\$1,441,944	\$1,738,464
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Method of Financing:

666	Appropriated Receipts	\$77,546	\$254,688	\$259,970
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SUBTOTAL, MOF (OTHER FUNDS)		\$77,546	\$254,688	\$259,970
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TOTAL, METHOD OF FINANCE :		\$1,464,719	\$1,696,632	\$1,998,434
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FULL TIME EQUIVALENT POSITIONS:		22.1	24.2	30.7
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3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 1 License, Certify, and Register Qualified Individuals and Businesses

OBJECTIVE: 1 Regulate All Applicable Individuals and Facilities According to Law

STRATEGY: 3 Administer Exams to Applicants

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Output Measures:				
1	Number of Courses Approved	2,444.00	2,735.00	2,900.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$1,046,891	\$1,172,006	\$1,638,263
1002	OTHER PERSONNEL COSTS	\$60,943	\$66,409	\$32,631
2001	PROFESSIONAL FEES AND SERVICES	\$332,312	\$16,430	\$2,139
2003	CONSUMABLE SUPPLIES	\$2,549	\$7,671	\$3,500
2004	UTILITIES	\$6,048	\$10,591	\$2,411
2005	TRAVEL	\$18,768	\$11,299	\$16,979
2006	RENT - BUILDING	\$68,605	\$74,552	\$68,605
2007	RENT - MACHINE AND OTHER	\$3,890	\$7,047	\$2,000
2009	OTHER OPERATING EXPENSE	\$607,284	\$702,574	\$239,562
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$2,147,290	\$2,068,579	\$2,006,090
Method of Financing:				
1	General Revenue Fund	\$1,556,029	\$1,423,170	\$1,277,789
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,556,029	\$1,423,170	\$1,277,789
Method of Financing:				
501	Motorcycle Education Acct	\$643,301	\$643,301	\$643,301
5192	Barbrng&Cosmetgy Sch Tuit Prtect	\$0	\$1,898	\$85,000
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$643,301	\$645,199	\$728,301
Method of Financing:				
666	Appropriated Receipts	\$(52,040)	\$210	\$0

3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 1 License, Certify, and Register Qualified Individuals and Businesses

OBJECTIVE: 1 Regulate All Applicable Individuals and Facilities According to Law

STRATEGY: 3 Administer Exams to Applicants

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
SUBTOTAL, MOF (OTHER FUNDS)		\$(52,040)	\$210	\$0
TOTAL, METHOD OF FINANCE :		\$2,147,290	\$2,068,579	\$2,006,090
FULL TIME EQUIVALENT POSITIONS:		16.3	17.8	25.0

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 1 License, Certify, and Register Qualified Individuals and Businesses

OBJECTIVE: 1 Regulate All Applicable Individuals and Facilities According to Law

STRATEGY: 4 Provide Customer Service

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Objects of Expense:

1001	SALARIES AND WAGES	\$2,321,889	\$2,434,880	\$2,704,748
1002	OTHER PERSONNEL COSTS	\$152,210	\$176,321	\$44,316
2001	PROFESSIONAL FEES AND SERVICES	\$14,081	\$27,767	\$3,279
2003	CONSUMABLE SUPPLIES	\$3,307	\$9,448	\$8,000
2004	UTILITIES	\$9,359	\$19,767	\$4,621
2005	TRAVEL	\$5,865	\$1,513	\$2,460
2006	RENT - BUILDING	\$103,662	\$95,527	\$103,155
2007	RENT - MACHINE AND OTHER	\$2,345	\$2,179	\$3,500
2009	OTHER OPERATING EXPENSE	\$243,424	\$188,983	\$313,387
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$2,856,142	\$2,956,385	\$3,187,466

Method of Financing:

1	General Revenue Fund	\$1,977,158	\$2,244,546	\$2,195,278
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,977,158	\$2,244,546	\$2,195,278

Method of Financing:

501	Motorcycle Education Acct	\$102,448	\$102,448	\$102,448
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$102,448	\$102,448	\$102,448

Method of Financing:

666	Appropriated Receipts	\$776,536	\$609,391	\$889,740
SUBTOTAL, MOF (OTHER FUNDS)		\$776,536	\$609,391	\$889,740

3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 1 License, Certify, and Register Qualified Individuals and Businesses

OBJECTIVE: 1 Regulate All Applicable Individuals and Facilities According to Law

STRATEGY: 4 Provide Customer Service

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
TOTAL, METHOD OF FINANCE :		\$2,856,142	\$2,956,385	\$3,187,466
FULL TIME EQUIVALENT POSITIONS:		50.2	49.4	56.5

3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 1 License, Certify, and Register Qualified Individuals and Businesses

OBJECTIVE: 1 Regulate All Applicable Individuals and Facilities According to Law

STRATEGY: 5 Texas.gov. Estimated and Nontransferable

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Objects of Expense:				
2009	OTHER OPERATING EXPENSE	\$852,636	\$922,303	\$650,000
TOTAL, OBJECT OF EXPENSE		\$852,636	\$922,303	\$650,000
Method of Financing:				
1	General Revenue Fund	\$852,636	\$922,303	\$650,000
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$852,636	\$922,303	\$650,000
TOTAL, METHOD OF FINANCE :		\$852,636	\$922,303	\$650,000
FULL TIME EQUIVALENT POSITIONS:				

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 2 Protect the Public by Enforcing Laws Administered by the Agency

OBJECTIVE: 1 Enforce Laws to Achieve Compliance in Regulated Industries/Occupations

Service Categories:

STRATEGY: 1 Enforce Laws by Conducting Routine, Complex, and Special Inspections

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Output Measures:

KEY 1	Total Number of Inspections Completed	271,893.00	292,834.00	264,461.00
2	Total Number of Anti-Trafficking Inspections Completed	0.00	0.00	226.00

Objects of Expense:

1001	SALARIES AND WAGES	\$7,635,742	\$8,625,922	\$10,508,656
1002	OTHER PERSONNEL COSTS	\$524,382	\$356,270	\$210,069
2001	PROFESSIONAL FEES AND SERVICES	\$467,407	\$360,193	\$14,365
2002	FUELS AND LUBRICANTS	\$31,496	\$15,158	\$24,500
2003	CONSUMABLE SUPPLIES	\$33,981	\$113,280	\$22,340
2004	UTILITIES	\$82,784	\$63,089	\$53,246
2005	TRAVEL	\$1,011,717	\$1,040,823	\$1,154,785
2006	RENT - BUILDING	\$643,406	\$679,497	\$461,246
2007	RENT - MACHINE AND OTHER	\$27,910	\$40,894	\$37,710
2009	OTHER OPERATING EXPENSE	\$6,071,474	\$4,855,995	\$14,142,413
5000	CAPITAL EXPENDITURES	\$641,183	\$0	\$515,000
TOTAL, OBJECT OF EXPENSE		\$17,171,482	\$16,151,121	\$27,144,330

Method of Financing:

1	General Revenue Fund	\$15,632,871	\$14,836,584	\$26,285,450
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS)	\$15,632,871	\$14,836,584	\$26,285,450
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Method of Financing:

666	Appropriated Receipts	\$1,538,611	\$1,274,056	\$413,814
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777	Interagency Contracts	\$0	\$40,481	\$445,066
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SUBTOTAL, MOF (OTHER FUNDS)	\$1,538,611	\$1,314,537	\$858,880
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3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 2 Protect the Public by Enforcing Laws Administered by the Agency

OBJECTIVE: 1 Enforce Laws to Achieve Compliance in Regulated Industries/Occupations

STRATEGY: 1 Enforce Laws by Conducting Routine, Complex, and Special Inspections

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
TOTAL, METHOD OF FINANCE :		\$17,171,482	\$16,151,121	\$27,144,330
FULL TIME EQUIVALENT POSITIONS:		113.9	124.1	162.0

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 2 Protect the Public by Enforcing Laws Administered by the Agency

OBJECTIVE: 1 Enforce Laws to Achieve Compliance in Regulated Industries/Occupations

STRATEGY: 2 Perform Building Plan Reviews

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Output Measures:

1	Number of Plan Reviews Completed	26,809.00	27,640.00	25,079.00
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Objects of Expense:

1001	SALARIES AND WAGES	\$954,663	\$1,038,173	\$1,121,550
1002	OTHER PERSONNEL COSTS	\$61,530	\$45,908	\$25,953
2001	PROFESSIONAL FEES AND SERVICES	\$1,201	\$275	\$1,213
2003	CONSUMABLE SUPPLIES	\$8,120	\$3,388	\$1,500
2004	UTILITIES	\$5,580	\$4,691	\$3,000
2005	TRAVEL	\$6,073	\$5,170	\$31,841
2006	RENT - BUILDING	\$38,353	\$35,061	\$36,834
2007	RENT - MACHINE AND OTHER	\$4,558	\$4,340	\$7,350
2009	OTHER OPERATING EXPENSE	\$39,604	\$45,917	\$112,934
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$1,119,682	\$1,182,923	\$1,342,175

Method of Financing:

1	General Revenue Fund	\$1,119,682	\$1,182,423	\$1,342,175
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,119,682	\$1,182,423	\$1,342,175
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Method of Financing:

666	Appropriated Receipts	\$0	\$500	\$0
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SUBTOTAL, MOF (OTHER FUNDS)		\$0	\$500	\$0
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TOTAL, METHOD OF FINANCE :		\$1,119,682	\$1,182,923	\$1,342,175
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FULL TIME EQUIVALENT POSITIONS:		15.5	15.8	15.0
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3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 2 Protect the Public by Enforcing Laws Administered by the Agency

OBJECTIVE: 1 Enforce Laws to Achieve Compliance in Regulated Industries/Occupations

STRATEGY: 3 Enforce Compliance by Settlement, Prosecution, Penalty and Sanction

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Output Measures:

KEY 1	Number of Complaints Closed	13,449.00	12,694.00	13,390.00
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Efficiency Measures:

KEY 1	Average Time for Closing Complaints (Days)	199.58	206.68	197.00
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Objects of Expense:

1001	SALARIES AND WAGES	\$4,490,110	\$4,666,466	\$6,627,971
1002	OTHER PERSONNEL COSTS	\$290,931	\$156,808	\$149,715
2001	PROFESSIONAL FEES AND SERVICES	\$90,349	\$6,963	\$5,988
2003	CONSUMABLE SUPPLIES	\$6,581	\$13,605	\$9,640
2004	UTILITIES	\$13,470	\$22,491	\$5,217
2005	TRAVEL	\$8,615	\$3,932	\$9,750
2006	RENT - BUILDING	\$188,667	\$168,889	\$203,761
2007	RENT - MACHINE AND OTHER	\$10,075	\$7,200	\$15,500
2009	OTHER OPERATING EXPENSE	\$417,723	\$476,398	\$506,762
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0

TOTAL, OBJECT OF EXPENSE		\$5,516,521	\$5,522,752	\$7,534,304
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Method of Financing:

1	General Revenue Fund	\$5,336,871	\$5,335,698	\$7,016,412
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$5,336,871	\$5,335,698	\$7,016,412
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Method of Financing:

666	Appropriated Receipts	\$154,650	\$162,054	\$492,892
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898	Auction Educ & Rec Trust	\$25,000	\$25,000	\$25,000
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SUBTOTAL, MOF (OTHER FUNDS)		\$179,650	\$187,054	\$517,892
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3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 2 Protect the Public by Enforcing Laws Administered by the Agency

OBJECTIVE: 1 Enforce Laws to Achieve Compliance in Regulated Industries/Occupations

STRATEGY: 3 Enforce Compliance by Settlement, Prosecution, Penalty and Sanction

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
TOTAL, METHOD OF FINANCE :		\$5,516,521	\$5,522,752	\$7,534,304
FULL TIME EQUIVALENT POSITIONS:		66.4	66.3	84.0

3.A. Strategy Level Detail

DATE: 12/4/2025

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 2 Protect the Public by Enforcing Laws Administered by the Agency

OBJECTIVE: 1 Enforce Laws to Achieve Compliance in Regulated Industries/Occupations

STRATEGY: 4 Investigate Complaints

Service Categories:

Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Explanatory/Input Measures:

KEY 1	Number of Complaints Opened	12,578.00	12,913.00	13,974.00
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Objects of Expense:

1001	SALARIES AND WAGES	\$3,636,713	\$3,993,939	\$4,431,041
1002	OTHER PERSONNEL COSTS	\$212,648	\$148,291	\$92,982
2001	PROFESSIONAL FEES AND SERVICES	\$5,064	\$1,115	\$12,871
2002	FUELS AND LUBRICANTS	\$33,777	\$11,409	\$28,000
2003	CONSUMABLE SUPPLIES	\$9,889	\$16,158	\$10,720
2004	UTILITIES	\$13,700	\$17,819	\$21,616
2005	TRAVEL	\$104,751	\$68,778	\$49,400
2006	RENT - BUILDING	\$148,740	\$133,484	\$152,460
2007	RENT - MACHINE AND OTHER	\$7,293	\$6,137	\$5,600
2009	OTHER OPERATING EXPENSE	\$263,418	\$311,519	\$349,480
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$4,435,993	\$4,708,649	\$5,154,170

Method of Financing:

1	General Revenue Fund	\$4,426,501	\$4,704,938	\$5,154,170
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$4,426,501	\$4,704,938	\$5,154,170

Method of Financing:

666	Appropriated Receipts	\$9,492	\$3,711	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$9,492	\$3,711	\$0

3.A. Strategy Level Detail

DATE: 12/4/2025
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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 2 Protect the Public by Enforcing Laws Administered by the Agency
OBJECTIVE: 1 Enforce Laws to Achieve Compliance in Regulated Industries/Occupations
STRATEGY: 4 Investigate Complaints

Service Categories:
Service: 16 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
TOTAL, METHOD OF FINANCE :		\$4,435,993	\$4,708,649	\$5,154,170
FULL TIME EQUIVALENT POSITIONS:		59.4	61.4	59.5

3.A. Strategy Level Detail

DATE: 12/4/2025

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 3 Indirect Administration

OBJECTIVE: 1 Indirect Administration

STRATEGY: 1 Central Administration

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Objects of Expense:

1001	SALARIES AND WAGES	\$3,863,361	\$4,729,492	\$5,457,484
1002	OTHER PERSONNEL COSTS	\$356,931	\$293,787	\$26,581
2001	PROFESSIONAL FEES AND SERVICES	\$36,186	\$72,502	\$103,767
2002	FUELS AND LUBRICANTS	\$40,532	\$5,704	\$23,500
2003	CONSUMABLE SUPPLIES	\$16,072	\$34,998	\$10,400
2004	UTILITIES	\$6,501	\$20,151	\$19,110
2005	TRAVEL	\$71,344	\$47,604	\$59,750
2006	RENT - BUILDING	\$157,277	\$133,256	\$216,897
2007	RENT - MACHINE AND OTHER	\$34,690	\$31,931	\$23,600
2009	OTHER OPERATING EXPENSE	\$289,366	\$282,046	\$1,028,991
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$4,872,260	\$5,651,471	\$6,970,080

Method of Financing:

1	General Revenue Fund	\$2,535,452	\$2,879,073	\$5,266,139
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,535,452	\$2,879,073	\$5,266,139
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Method of Financing:

666	Appropriated Receipts	\$2,329,553	\$2,729,558	\$1,703,941
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777	Interagency Contracts	\$7,255	\$42,840	\$0
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SUBTOTAL, MOF (OTHER FUNDS)		\$2,336,808	\$2,772,398	\$1,703,941
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TOTAL, METHOD OF FINANCE :		\$4,872,260	\$5,651,471	\$6,970,080
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FULL TIME EQUIVALENT POSITIONS:		52.0	52.4	56.0
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3.A. Strategy Level Detail

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:18:15AM

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 3 Indirect Administration

OBJECTIVE: 1 Indirect Administration

STRATEGY: 2 Information Resources

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Objects of Expense:				
1001	SALARIES AND WAGES	\$4,005,018	\$4,218,193	\$4,466,282
1002	OTHER PERSONNEL COSTS	\$247,889	\$203,572	\$64,599
2001	PROFESSIONAL FEES AND SERVICES	\$2,004,407	\$10,050,037	\$1,943,586
2003	CONSUMABLE SUPPLIES	\$4,785	\$16,038	\$7,360
2004	UTILITIES	\$23,716	\$23,158	\$10,700
2005	TRAVEL	\$13,142	\$21,262	\$5,438
2006	RENT - BUILDING	\$28,060	\$156,293	\$167,339
2007	RENT - MACHINE AND OTHER	\$4,826	\$5,047	\$3,500
2009	OTHER OPERATING EXPENSE	\$372,822	\$545,974	\$418,371
5000	CAPITAL EXPENDITURES	\$0	\$0	\$30,624,098
TOTAL, OBJECT OF EXPENSE		\$6,704,665	\$15,239,574	\$37,711,273
Method of Financing:				
1	General Revenue Fund	\$5,313,233	\$14,006,108	\$36,511,515
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$5,313,233	\$14,006,108	\$36,511,515
Method of Financing:				
666	Appropriated Receipts	\$1,391,432	\$1,233,466	\$1,199,758
SUBTOTAL, MOF (OTHER FUNDS)		\$1,391,432	\$1,233,466	\$1,199,758
TOTAL, METHOD OF FINANCE :		\$6,704,665	\$15,239,574	\$37,711,273
FULL TIME EQUIVALENT POSITIONS:		42.9	42.3	40.0

3.A. Strategy Level Detail

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:18:15AM

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 3 Indirect Administration

OBJECTIVE: 1 Indirect Administration

STRATEGY: 3 Other Support Services

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Objects of Expense:				
1001	SALARIES AND WAGES	\$911,335	\$922,355	\$888,214
1002	OTHER PERSONNEL COSTS	\$77,261	\$118,422	\$44,828
2001	PROFESSIONAL FEES AND SERVICES	\$10,103	\$224	\$984
2002	FUELS AND LUBRICANTS	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$7,212	\$3,956	\$2,560
2004	UTILITIES	\$2,270	\$4,100	\$1,043
2005	TRAVEL	\$9,887	\$5,371	\$3,250
2006	RENT - BUILDING	\$43,037	\$9,343	\$50,197
2007	RENT - MACHINE AND OTHER	\$3,882	\$1,609	\$3,300
2009	OTHER OPERATING EXPENSE	\$36,771	\$25,733	\$84,448
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$1,101,758	\$1,091,113	\$1,078,824
Method of Financing:				
1	General Revenue Fund	\$782,192	\$771,047	\$760,258
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$782,192	\$771,047	\$760,258
Method of Financing:				
501	Motorcycle Education Acct	\$46,178	\$46,178	\$46,178
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$46,178	\$46,178	\$46,178
Method of Financing:				
666	Appropriated Receipts	\$273,388	\$273,888	\$272,388
SUBTOTAL, MOF (OTHER FUNDS)		\$273,388	\$273,888	\$272,388

3.A. Strategy Level Detail

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 3 Indirect Administration

OBJECTIVE: 1 Indirect Administration

STRATEGY: 3 Other Support Services

Service Categories:
Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
TOTAL, METHOD OF FINANCE :		\$1,101,758	\$1,091,113	\$1,078,824
FULL TIME EQUIVALENT POSITIONS:		14.0	15.5	16.0

3.A. Strategy Level Detail

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 1 Lottery Operations

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Output Measures:

KEY 1	Number of Retailer Business Locations Licensed	21,424.00	19,694.00	22,130.00
2	Number of Denials or Revocations of Licenses	97.00	70.00	89.00
3	Dollars Collected via the Debt Set-off Program (Thousands)	2,744,127.08	2,645,126.74	2,000,000.00
4	# New Licenses Issued to Individual Retailers	4,048.00	1,903.00	1,995.00
5	# Licenses Renewed to Individual Retailers	9,012.00	8,609.00	10,868.00

Efficiency Measures:

1	Average Cost Per License Application Completed	59.95	125.64	115.00
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Objects of Expense:

1001	SALARIES AND WAGES	\$2,979,868	\$2,933,074	\$3,195,129
1002	OTHER PERSONNEL COSTS	\$106,369	\$186,303	\$53,260
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$47,450	\$0
2002	FUELS AND LUBRICANTS	\$3,992	\$5,006	\$4,400
2003	CONSUMABLE SUPPLIES	\$86,475	\$73,151	\$91,500
2004	UTILITIES	\$39,252	\$43,817	\$46,800
2005	TRAVEL	\$5,095	\$11,239	\$9,000
2006	RENT - BUILDING	\$624,805	\$729,637	\$860,023
2007	RENT - MACHINE AND OTHER	\$0	\$130	\$500
2009	OTHER OPERATING EXPENSE	\$349,988	\$475,077	\$479,720
4000	GRANTS	\$0	\$0	\$0
5000	CAPITAL EXPENDITURES	\$146,200	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$4,342,044	\$4,504,884	\$4,740,332

Method of Financing:

5025	Lottery Acct	\$4,342,044	\$4,504,884	\$4,740,332
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3.A. Strategy Level Detail

DATE: 12/4/2025

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 1 Lottery Operations

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$4,342,044	\$4,504,884	\$4,740,332
TOTAL, METHOD OF FINANCE :		\$4,342,044	\$4,504,884	\$4,740,332
FULL TIME EQUIVALENT POSITIONS:		47.3	44.3	47.6

3.A. Strategy Level Detail

DATE: 12/4/2025

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 2 Lottery Field Operations

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Output Measures:

1	Number of Prize Payments Processed by the Texas Lottery (Thousands)	132,198.00	127,268.00	90,000.00
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Objects of Expense:

1001	SALARIES AND WAGES	\$3,163,003	\$3,609,454	\$3,855,436
1002	OTHER PERSONNEL COSTS	\$78,593	\$92,315	\$71,080
2001	PROFESSIONAL FEES AND SERVICES	\$0	\$0	\$0
2002	FUELS AND LUBRICANTS	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$1,188	\$656	\$1,000
2004	UTILITIES	\$0	\$0	\$0
2005	TRAVEL	\$134,663	\$59,477	\$77,135
2006	RENT - BUILDING	\$0	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$72,622	\$69,086	\$96,871
4000	GRANTS	\$0	\$0	\$0
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$3,450,069	\$3,830,988	\$4,101,522

Method of Financing:

5025	Lottery Acct	\$3,450,069	\$3,830,988	\$4,101,522
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$3,450,069	\$3,830,988	\$4,101,522
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TOTAL, METHOD OF FINANCE :		\$3,450,069	\$3,830,988	\$4,101,522
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FULL TIME EQUIVALENT POSITIONS:		53.6	57.2	61.1
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3.A. Strategy Level Detail

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 3 Product Development

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Output Measures:

1	Number of Newsletters Distributed to Retailers	235,555.00	238,059.00	244,164.00
2	Number of Retailer Visits	374,245.00	369,397.00	402,280.00

Efficiency Measures:

KEY	1	Average Cost Per Survey Issued	0.06	0.06	0.09
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Objects of Expense:

1001	SALARIES AND WAGES	\$2,893,313	\$3,310,578	\$3,520,740
1002	OTHER PERSONNEL COSTS	\$69,699	\$173,696	\$52,100
2001	PROFESSIONAL FEES AND SERVICES	\$35,205	\$0	\$19,745
2002	FUELS AND LUBRICANTS	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$488	\$343	\$3,170
2004	UTILITIES	\$213	\$82	\$280
2005	TRAVEL	\$72,307	\$80,966	\$58,800
2006	RENT - BUILDING	\$1,676,266	\$1,661,220	\$1,761,900
2007	RENT - MACHINE AND OTHER	\$1,123	\$575	\$1,175
2009	OTHER OPERATING EXPENSE	\$966,733	\$997,648	\$1,149,927
4000	GRANTS	\$0	\$0	\$0
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$5,715,347	\$6,225,108	\$6,567,837

Method of Financing:

5025	Lottery Acct	\$5,715,347	\$6,225,108	\$6,567,837
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SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$5,715,347	\$6,225,108	\$6,567,837
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3.A. Strategy Level Detail

DATE: 12/4/2025
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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 3 Product Development

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
TOTAL, METHOD OF FINANCE :		\$5,715,347	\$6,225,108	\$6,567,837
FULL TIME EQUIVALENT POSITIONS:		31.3	33.6	35.0

3.A. Strategy Level Detail

DATE: 12/4/2025
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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 4 Security

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Output Measures:				
1	Number of Lottery Investigations Initiated	1,712.00	1,841.00	1,750.00
2	Number of Lottery Investigations Completed	1,307.00	1,521.00	1,500.00
3	Number of Lottery Background Investigations Completed	399.00	330.00	450.00
Efficiency Measures:				
1	Average Time to Complete Investigations (Days)	18.02	17.31	45.00
2	Average Cost Per Complete Investigation	543.72	493.17	500.00
3	Average Time to Complete Lottery Background Investigations (Days)	11.57	11.14	30.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$3,172,607	\$3,463,050	\$3,668,280
1002	OTHER PERSONNEL COSTS	\$71,773	\$160,456	\$43,140
2001	PROFESSIONAL FEES AND SERVICES	\$1,367,597	\$1,292,445	\$1,511,569
2002	FUELS AND LUBRICANTS	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$7,260	\$7,603	\$11,480
2004	UTILITIES	\$0	\$0	\$0
2005	TRAVEL	\$60,608	\$66,751	\$71,020
2006	RENT - BUILDING	\$0	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$272,212	\$277,181	\$278,352
2009	OTHER OPERATING EXPENSE	\$398,937	\$402,574	\$445,528
4000	GRANTS	\$0	\$0	\$0
5000	CAPITAL EXPENDITURES	\$111,189	\$197,725	\$109,245
TOTAL, OBJECT OF EXPENSE		\$5,462,183	\$5,867,785	\$6,138,614
Method of Financing:				
5025	Lottery Acct	\$5,462,183	\$5,867,785	\$6,138,614

3.A. Strategy Level Detail

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 4 Security

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$5,462,183	\$5,867,785	\$6,138,614
TOTAL, METHOD OF FINANCE :		\$5,462,183	\$5,867,785	\$6,138,614
FULL TIME EQUIVALENT POSITIONS:		41.6	42.3	44.7

3.A. Strategy Level Detail

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 5 Central Administration

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Objects of Expense:

1001	SALARIES AND WAGES	\$9,937,873	\$10,143,943	\$11,400,493
1002	OTHER PERSONNEL COSTS	\$498,298	\$634,882	\$139,700
2001	PROFESSIONAL FEES AND SERVICES	\$2,003,380	\$2,316,964	\$2,397,425
2003	CONSUMABLE SUPPLIES	\$376	\$793	\$7,213
2004	UTILITIES	\$128,419	\$116,548	\$189,300
2005	TRAVEL	\$55,010	\$37,720	\$147,600
2006	RENT - BUILDING	\$8,295	\$12,150	\$11,125
2007	RENT - MACHINE AND OTHER	\$455,715	\$461,991	\$544,695
2009	OTHER OPERATING EXPENSE	\$1,298,968	\$1,363,345	\$1,595,003
TOTAL, OBJECT OF EXPENSE		\$14,386,334	\$15,088,336	\$16,432,554

Method of Financing:

5025	Lottery Acct	\$14,386,334	\$15,088,336	\$16,432,554
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$14,386,334	\$15,088,336	\$16,432,554

TOTAL, METHOD OF FINANCE :		\$14,386,334	\$15,088,336	\$16,432,554
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FULL TIME EQUIVALENT POSITIONS:		98.6	95.7	103.1
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3.A. Strategy Level Detail

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89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 6 Lottery Operator Contract(s). Estimated and Nontransferable.

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Objects of Expense:				
2009	OTHER OPERATING EXPENSE	\$151,868,151	\$142,366,884	\$156,763,421
TOTAL, OBJECT OF EXPENSE		\$151,868,151	\$142,366,884	\$156,763,421
Method of Financing:				
5025	Lottery Acct	\$151,868,151	\$142,366,884	\$156,763,421
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$151,868,151	\$142,366,884	\$156,763,421
TOTAL, METHOD OF FINANCE :		\$151,868,151	\$142,366,884	\$156,763,421
FULL TIME EQUIVALENT POSITIONS:				

3.A. Strategy Level Detail

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Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 7 Scratch Ticket Production and Services Contract(s).

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Objects of Expense:				
2009	OTHER OPERATING EXPENSE	\$70,715,412	\$88,560,000	\$72,589,133
TOTAL, OBJECT OF EXPENSE		\$70,715,412	\$88,560,000	\$72,589,133
Method of Financing:				
5025	Lottery Acct	\$70,715,412	\$88,560,000	\$72,589,133
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$70,715,412	\$88,560,000	\$72,589,133
TOTAL, METHOD OF FINANCE :		\$70,715,412	\$88,560,000	\$72,589,133
FULL TIME EQUIVALENT POSITIONS:				

3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 8 Promote Lottery Games Contract(s)

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Output Measures:				
KEY 1	Billboard Expenditures from Promote Lottery Games (Millions)	6.16	6.19	6.42
KEY 2	Other Promotion Expenditures from Promote Lottery Games (Millions)	3.83	3.79	3.58
Objects of Expense:				
2009	OTHER OPERATING EXPENSE	\$9,983,078	\$9,987,356	\$10,000,000
TOTAL, OBJECT OF EXPENSE		\$9,983,078	\$9,987,356	\$10,000,000
Method of Financing:				
5025	Lottery Acct	\$9,983,078	\$9,987,356	\$10,000,000
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$9,983,078	\$9,987,356	\$10,000,000
TOTAL, METHOD OF FINANCE :		\$9,983,078	\$9,987,356	\$10,000,000
FULL TIME EQUIVALENT POSITIONS:				

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 9 Drawing and Broadcast Services Contract(s)

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Objects of Expense:				
2001	PROFESSIONAL FEES AND SERVICES	\$2,256,225	\$2,256,900	\$2,260,725
TOTAL, OBJECT OF EXPENSE		\$2,256,225	\$2,256,900	\$2,260,725
Method of Financing:				
5025	Lottery Acct	\$2,256,225	\$2,256,900	\$2,260,725
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$2,256,225	\$2,256,900	\$2,260,725
TOTAL, METHOD OF FINANCE :		\$2,256,225	\$2,256,900	\$2,260,725
FULL TIME EQUIVALENT POSITIONS:				

3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 10 Retailer Bonus

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Objects of Expense:				
2009	OTHER OPERATING EXPENSE	\$1,999,000	\$1,999,000	\$2,010,000
TOTAL, OBJECT OF EXPENSE		\$1,999,000	\$1,999,000	\$2,010,000
Method of Financing:				
5025	Lottery Acct	\$1,999,000	\$1,999,000	\$2,010,000
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$1,999,000	\$1,999,000	\$2,010,000
TOTAL, METHOD OF FINANCE :		\$1,999,000	\$1,999,000	\$2,010,000
FULL TIME EQUIVALENT POSITIONS:				

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 4 Run Self-supporting, Revenue-producing, and Secure Lottery

OBJECTIVE: 1 Generate Revenue through Ticket Sales

STRATEGY: 11 Retailer Commissions. Estimated and Nontransferable.

Service Categories:

Service: 03 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Objects of Expense:				
2009	OTHER OPERATING EXPENSE	\$28,499,025	\$30,536,775	\$39,409,579
TOTAL, OBJECT OF EXPENSE		\$28,499,025	\$30,536,775	\$39,409,579
Method of Financing:				
5025	Lottery Acct	\$28,499,025	\$30,536,775	\$39,409,579
SUBTOTAL, MOF (GENERAL REVENUE FUNDS - DEDICATED)		\$28,499,025	\$30,536,775	\$39,409,579
TOTAL, METHOD OF FINANCE :		\$28,499,025	\$30,536,775	\$39,409,579
FULL TIME EQUIVALENT POSITIONS:				

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 5 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully

OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules

Service Categories:

STRATEGY: 1 Determine Eligibility and Process Applications

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
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Output Measures:

KEY	1	Number of Licenses Issued	12,771.00	12,946.00	13,000.00
	2	Number of Applications Processed	6,888.00	6,966.00	6,600.00
	3	Number of Worker Registry Applications Approved	2,668.00	2,612.00	2,600.00

Efficiency Measures:

	1	Average Bingo License (New) Processing Time (Days)	58.68	60.52	75.00
	2	Average Bingo License (Renewal) Processing Time (Days)	21.60	18.14	25.00
	3	Average Cost Per Application Processed	26.53	23.96	35.00
	4	Average Bingo Worker Registry Application Processing Time (Days)	7.40	8.04	9.00

Explanatory/Input Measures:

	1	Number of Annual License Holders	1,311.00	1,260.00	1,300.00
	2	Number of Annual Workers Registrants	8,701.00	8,153.00	8,800.00

Objects of Expense:

1001	SALARIES AND WAGES	\$403,689	\$456,589	\$469,888
1002	OTHER PERSONNEL COSTS	\$14,871	\$8,660	\$9,320
2001	PROFESSIONAL FEES AND SERVICES	\$87,909	\$99,299	\$1,360,407
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$500
2004	UTILITIES	\$1,434	\$456	\$505
2005	TRAVEL	\$1,946	\$0	\$4,000
2007	RENT - MACHINE AND OTHER	\$16,097	\$16,097	\$16,099
2009	OTHER OPERATING EXPENSE	\$24,487	\$10,583	\$43,671
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0

TOTAL, OBJECT OF EXPENSE		\$550,433	\$591,684	\$1,904,390
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Method of Financing:

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 5 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully

OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules

Service Categories:

STRATEGY: 1 Determine Eligibility and Process Applications

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
1	General Revenue Fund	\$550,433	\$591,684	\$1,904,390
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$550,433	\$591,684	\$1,904,390
TOTAL, METHOD OF FINANCE :		\$550,433	\$591,684	\$1,904,390
FULL TIME EQUIVALENT POSITIONS:		5.0	5.0	5.0

3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 5 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully

OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules

STRATEGY: 2 Provide Education and Training for Bingo Regulatory Requirements

Service Categories:

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Output Measures:				
1	Number of Individuals Receiving Education	661.00	676.00	660.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$63,967	\$101,561	\$113,093
1002	OTHER PERSONNEL COSTS	\$0	\$0	\$200
2001	PROFESSIONAL FEES AND SERVICES	\$4,214	\$4,825	\$4,825
2004	UTILITIES	\$452	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$1,256	\$2,411	\$3,196
TOTAL, OBJECT OF EXPENSE		\$69,889	\$108,797	\$121,314
Method of Financing:				
1	General Revenue Fund	\$69,889	\$108,797	\$121,314
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$69,889	\$108,797	\$121,314
TOTAL, METHOD OF FINANCE :		\$69,889	\$108,797	\$121,314
FULL TIME EQUIVALENT POSITIONS:		1.3	1.7	2.0

3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 5 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully

OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules

Service Categories:

STRATEGY: 3 Bingo Law Compliance Field Operations

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Output Measures:				
	1 Number of Inspections Conducted	274.00	266.00	210.00
	2 Number of Bingo Audits and Reviews Completed	134.00	156.00	130.00
KEY	3 Number of Bingo Complaints Investigations Completed	138.00	149.00	120.00
	4 \$ Amt of Adjustments to Charitable Distributions by Audit & Inspection	0.00	1,021.00	750.00
	5 Number of Bingo Background Investigations Completed	152.00	78.00	120.00
Efficiency Measures:				
	1 Average Time for Bingo Complaint Investigation Completion (Days)	31.31	32.55	50.00
	2 Average Cost Per Bingo Complaint Investigation Completed	345.44	366.63	370.00
	3 Average Time to Conduct Compliance Audit and Review (Hours)	50.59	55.91	75.00
	4 Average Time to Complete Bingo Background Investigations (Days)	18.88	26.42	30.00
	5 Average Cost per Bingo Audit and Review Completed	1,565.42	1,794.47	2,300.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$1,028,410	\$1,201,488	\$1,391,340
1002	OTHER PERSONNEL COSTS	\$49,338	\$101,819	\$19,340
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$500
2004	UTILITIES	\$4,520	\$0	\$0
2005	TRAVEL	\$29,816	\$55,981	\$37,750
2009	OTHER OPERATING EXPENSE	\$63,643	\$132,466	\$123,174
TOTAL, OBJECT OF EXPENSE		\$1,175,727	\$1,491,754	\$1,572,104
Method of Financing:				
1	General Revenue Fund	\$1,175,727	\$1,491,754	\$1,572,104
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$1,175,727	\$1,491,754	\$1,572,104

3.A. Strategy Level Detail

DATE: 12/4/2025
TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 452 Agency name: Department of Licensing and Regulation

GOAL: 5 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully

OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules

STRATEGY: 3 Bingo Law Compliance Field Operations

Service Categories:

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
TOTAL, METHOD OF FINANCE :		\$1,175,727	\$1,491,754	\$1,572,104
FULL TIME EQUIVALENT POSITIONS:		15.6	17.0	20.0

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **452** Agency name: **Department of Licensing and Regulation**

GOAL: 5 Enforce Bingo Laws/Rules for Fairness to Ensure Proceeds Used Lawfully

OBJECTIVE: 1 Curtail Violations of Bingo Laws/Rules

STRATEGY: 4 Bingo Prize Fee Collections and Accounting

Service Categories:

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	EXP 2024	EXP 2025	BUD 2026
Output Measures:				
1	Percentage of Licensees Who Fail to Pay	8.74 %	11.72 %	8.00 %
2	Number of Bingo Reports Processed	4,912.00	4,876.00	4,900.00
Objects of Expense:				
1001	SALARIES AND WAGES	\$226,536	\$177,034	\$196,870
1002	OTHER PERSONNEL COSTS	\$10,498	\$7,555	\$5,900
2001	PROFESSIONAL FEES AND SERVICES	\$951	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$0	\$0	\$300
2004	UTILITIES	\$678	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$4,450	\$3,927	\$58,867
TOTAL, OBJECT OF EXPENSE		\$243,113	\$188,516	\$261,937
Method of Financing:				
1	General Revenue Fund	\$243,113	\$188,516	\$261,937
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$243,113	\$188,516	\$261,937
TOTAL, METHOD OF FINANCE :		\$243,113	\$188,516	\$261,937
FULL TIME EQUIVALENT POSITIONS:		3.6	2.8	3.0

3.A. Strategy Level Detail

DATE: 12/4/2025

TIME: 11:18:15AM

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$355,035,090	\$376,703,578	\$425,468,783
METHODS OF FINANCE :	\$355,035,090	\$376,703,578	\$425,468,783
FULL TIME EQUIVALENT POSITIONS:	808.8	831.7	937.2

SUPPORTING SCHEDULES

4.A. Capital Budget Project Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME : 11:18:52AM

Agency code: 452

Agency name: Department of Licensing and Regulation

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		EXP 2024	EXP 2025	BUD 2026
5005 Acquisition of Information Resource Technologies				
<i>1/1 Purchase of Information Resource Technologies</i>				
<i>- Scheduled PC Replacement</i>				
OBJECTS OF EXPENSE				
<u>Capital</u>				
2009	OTHER OPERATING EXPENSE	\$82,400	\$84,032	\$0
Capital Subtotal OOE, Project	1	\$82,400	\$84,032	\$0
Subtotal OOE, Project	1	\$82,400	\$84,032	\$0
TYPE OF FINANCING				
<u>Capital</u>				
CA	1 General Revenue Fund	\$82,400	\$84,032	\$0
Capital Subtotal TOF, Project	1	\$82,400	\$84,032	\$0
Subtotal TOF, Project	1	\$82,400	\$84,032	\$0
<i>3/3 Acquire a Modern and Comprehensive Licensing System</i>				
OBJECTS OF EXPENSE				
<u>Capital</u>				
2001	PROFESSIONAL FEES AND SERVICES	\$531,341	\$7,517,917	\$0
2009	OTHER OPERATING EXPENSE	\$78	\$64,565	\$0
5000	CAPITAL EXPENDITURES	\$0	\$0	\$29,186,098
Capital Subtotal OOE, Project	3	\$531,419	\$7,582,482	\$29,186,098
Subtotal OOE, Project	3	\$531,419	\$7,582,482	\$29,186,098
TYPE OF FINANCING				
<u>Capital</u>				
CA	1 General Revenue Fund	\$531,419	\$7,582,482	\$29,186,098
Capital Subtotal TOF, Project	3	\$531,419	\$7,582,482	\$29,186,098

4.A. Capital Budget Project Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: **12/4/2025**
TIME : **11:18:52AM**

Agency code: **452**

Agency name: **Department of Licensing and Regulation**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		EXP 2024	EXP 2025	BUD 2026
Subtotal TOF, Project	3	\$531,419	\$7,582,482	\$29,186,098
Capital Subtotal, Category	5005	\$613,819	\$7,666,514	\$29,186,098
Informational Subtotal, Category	5005			
Total, Category	5005	\$613,819	\$7,666,514	\$29,186,098

5007 Acquisition of Capital Equipment and Items

4/4 Capitalized Lottery Drawing Equipment

OBJECTS OF EXPENSE

Capital

2009 OTHER OPERATING EXPENSE		\$16,758	\$0	\$0
5000 CAPITAL EXPENDITURES		\$111,189	\$100,400	\$0
Capital Subtotal OOE, Project	4	\$127,947	\$100,400	\$0
Subtotal OOE, Project	4	\$127,947	\$100,400	\$0

TYPE OF FINANCING

Capital

CA 5025 Lottery Acct		\$127,947	\$100,400	\$0
Capital Subtotal TOF, Project	4	\$127,947	\$100,400	\$0
Subtotal TOF, Project	4	\$127,947	\$100,400	\$0
Capital Subtotal, Category	5007	\$127,947	\$100,400	\$0
Informational Subtotal, Category	5007			
Total, Category	5007	\$127,947	\$100,400	\$0

7000 Data Center/Shared Technology Services

2/2 Data Center Consolidation

OBJECTS OF EXPENSE

4.A. Capital Budget Project Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME : 11:18:52AM

Agency code: 452

Agency name: Department of Licensing and Regulation

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE	EXP 2024	EXP 2025	BUD 2026
<u>Capital</u>			
2001 PROFESSIONAL FEES AND SERVICES	\$1,547,447	\$2,675,813	\$1,612,950
Capital Subtotal OOE, Project 2	\$1,547,447	\$2,675,813	\$1,612,950
Subtotal OOE, Project 2	\$1,547,447	\$2,675,813	\$1,612,950
TYPE OF FINANCING			
<u>Capital</u>			
CA 1 General Revenue Fund	\$1,364,489	\$2,489,698	\$1,392,460
CA 5025 Lottery Acct	\$182,958	\$186,115	\$220,490
Capital Subtotal TOF, Project 2	\$1,547,447	\$2,675,813	\$1,612,950
Subtotal TOF, Project 2	\$1,547,447	\$2,675,813	\$1,612,950
Capital Subtotal, Category 7000	\$1,547,447	\$2,675,813	\$1,612,950
Informational Subtotal, Category 7000			
Total, Category 7000	\$1,547,447	\$2,675,813	\$1,612,950
AGENCY TOTAL -CAPITAL			
	\$2,289,213	\$10,442,727	\$30,799,048
AGENCY TOTAL -INFORMATIONAL			
AGENCY TOTAL	\$2,289,213	\$10,442,727	\$30,799,048
METHOD OF FINANCING:			
<u>Capital</u>			
1 General Revenue Fund	\$1,978,308	\$10,156,212	\$30,578,558
5025 Lottery Acct	\$310,905	\$286,515	\$220,490
Total, Method of Financing-Capital	\$2,289,213	\$10,442,727	\$30,799,048
Total, Method of Financing	\$2,289,213	\$10,442,727	\$30,799,048

Agency code: 452 Agency name: Department of Licensing and Regulation

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE	EXP 2024	EXP 2025	BUD 2026
TYPE OF FINANCING:			
<u>Capital</u>			
CA CURRENT APPROPRIATIONS	\$2,289,213	\$10,442,727	\$30,799,048
Total, Type of Financing-Capital	\$2,289,213	\$10,442,727	\$30,799,048
Total, Type of Financing	\$2,289,213	\$10,442,727	\$30,799,048

Capital Budget Allocation to Strategies
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:19:30AM

Agency code: 452 Agency name: Department of Licensing and Regulation

Category Code/Name

Project Sequence/Project Id/Name

	Goal/Obj/Str	Strategy Name	EXP 2024	EXP 2025	BUD 2026
5005 Acquisition of Information Resource Technologies					
	1/1	Computer Upgrade			
Capital	1-1-1	LICENSE, REGISTER AND CERTIFY	82,400	84,032	\$0
		TOTAL, PROJECT	\$82,400	\$84,032	\$0
	3/3	Acquire Licensing System			
Capital	3-1-2	INFORMATION RESOURCES	531,419	7,582,482	29,186,098
		TOTAL, PROJECT	\$531,419	\$7,582,482	\$29,186,098
5007 Acquisition of Capital Equipment and Items					
	4/4	Capitalized Lottery Drawing Equip.			
Capital	4-1-4	SECURITY	127,947	100,400	0
		TOTAL, PROJECT	\$127,947	\$100,400	\$0
7000 Data Center/Shared Technology Services					
	2/2	Data Center Consolidation			
Capital	3-1-2	INFORMATION RESOURCES	1,364,489	2,489,698	1,392,460
Capital	4-1-5	CENTRAL ADMINISTRATION	182,958	186,115	220,490
		TOTAL, PROJECT	\$1,547,447	\$2,675,813	\$1,612,950

Capital Budget Allocation to Strategies
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:19:30AM

Agency code: 452 Agency name: Department of Licensing and Regulation

Category Code/Name

Project Sequence/Project Id/Name

Goal/Obj/Str	Strategy Name	EXP 2024	EXP 2025	BUD 2026
	TOTAL CAPITAL, ALL PROJECTS	\$2,289,213	\$10,442,727	\$30,799,048
	TOTAL INFORMATIONAL, ALL PROJECTS			
	TOTAL, ALL PROJECTS	\$2,289,213	\$10,442,727	\$30,799,048

4.D. Estimated Revenue Collections Supporting Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:20:12AM

Agency Code: **452**

Agency name: **Department of Licensing and Regulation**

FUND/ACCOUNT		Exp 2024	Est 2025	Est 2026
<u>1</u>	General Revenue Fund			
	Beginning Balance (Unencumbered):	\$0	\$0	\$0
	Estimated Revenue:			
	3030 Com'l Driver Training Sch Fees	1,568,186	1,644,060	1,567,223
	3035 Commercial Transportation Fees	5,638,053	5,542,329	5,863,535
	3146 Combative Sports Admissions Tax	887,600	1,255,437	1,151,931
	3147 Combative Sports Licenses	117,925	119,152	130,634
	3152 Bingo Operators/Lessors	562,181	493,163	527,672
	3153 Bingo Equipment	66,700	64,600	65,650
	3160 Mfg/Ind Housing Reg Fees	328,450	456,125	350,817
	3161 Mfg/Ind Housing Inspect Fees	539,546	467,789	634,946
	3164 Boiler Inspection Fees	3,088,220	3,305,023	3,300,199
	3170 Bingo Prize Fees	15,905,099	15,829,040	15,867,069
	3175 Professional Fees	23,957,045	25,252,874	25,259,286
	3180 Health Regulation Fees	636,045	629,014	734,400
	3247 Fuel Metering & EV Supply Equipment	8,074,956	9,569,441	11,052,655
	3366 Business Fees-Natural Resources	755,240	670,200	770,807
	3560 Medical Exam & Registration	81,415	82,130	73,854
	3562 Health Related Profession Fees	5,774,874	6,194,009	6,085,556
	3727 Fees - Administrative Services	4,550,453	4,618,984	4,507,668
	3754 Other Surplus/Salvage Property	0	581	0
	3770 Administrative Penalties	2,624,026	2,286,718	2,326,735
	3795 Other Misc Government Revenue	1,915	2,300	2,107
	Subtotal: Estimated Revenue	75,157,929	78,482,969	80,272,744
	Total Available	\$75,157,929	\$78,482,969	\$80,272,744
DEDUCTIONS:				
	Expended/Budgeted/Requested	(46,398,819)	(55,307,022)	(95,346,905)
	Unemployment Benefits	(10,081)	0	0
	Transfer Employment Benefits	(10,152,634)	(10,806,314)	(11,687,634)
	Benefit Replacement Pay	(1,027)	(1,027)	0

4.D. Estimated Revenue Collections Supporting Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:20:12AM

Agency Code: **452**

Agency name: **Department of Licensing and Regulation**

FUND/ACCOUNT	Exp 2024	Est 2025	Est 2026
Total, Deductions	\$(56,562,561)	\$(66,114,363)	\$(107,034,539)
Ending Fund/Account Balance	\$18,595,368	\$12,368,606	\$(26,761,795)

REVENUE ASSUMPTIONS:

CONTACT PERSON:

Karen Sands

4.D. Estimated Revenue Collections Supporting Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:20:12AM

Agency Code: 452

Agency name: Department of Licensing and Regulation

FUND/ACCOUNT	Exp 2024	Est 2025	Est 2026
<u>501</u> Motorcycle Education Acct			
Beginning Balance (Unencumbered):	\$19,448,497	\$20,570,638	\$20,555,883
Estimated Revenue:			
3025 Driver License Fees	2,052,056	915,160	1,453,885
Subtotal: Estimated Revenue	2,052,056	915,160	1,453,885
Total Available	\$21,500,553	\$21,485,798	\$22,009,768
DEDUCTIONS:			
Expended/Budgeted/Requested	(929,915)	(929,915)	(929,915)
Total, Deductions	\$(929,915)	\$(929,915)	\$(929,915)
Ending Fund/Account Balance	\$20,570,638	\$20,555,883	\$21,079,853

REVENUE ASSUMPTIONS:

CONTACT PERSON:

Karen Sands

4.D. Estimated Revenue Collections Supporting Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
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Agency Code: **452**

Agency name: **Department of Licensing and Regulation**

FUND/ACCOUNT		Exp 2024	Est 2025	Est 2026
<u>666</u>	Appropriated Receipts			
	Beginning Balance (Unencumbered):	\$0	\$0	\$0
	Estimated Revenue:			
3164	Boiler Inspection Fees	126,000	83,500	0
3175	Professional Fees	1,462,644	1,232,137	0
3719	Fees/Copies or Filing of Records	376,976	490,821	375,415
3752	Sale of Publications/Advertising	6,958,041	7,180,246	6,983,368
3802	Reimbursements-Third Party	(55,648)	81,118	28,897
	Subtotal: Estimated Revenue	8,868,013	9,067,822	7,387,680
	Total Available	\$8,868,013	\$9,067,822	\$7,387,680
DEDUCTIONS:				
	Expended/Budgeted/Requested	(8,868,013)	(9,067,822)	(7,387,680)
	Total, Deductions	\$(8,868,013)	\$(9,067,822)	\$(7,387,680)
Ending Fund/Account Balance		\$0	\$0	\$0

REVENUE ASSUMPTIONS:

CONTACT PERSON:

Karen Sands

4.D. Estimated Revenue Collections Supporting Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
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Agency Code: **452**

Agency name: **Department of Licensing and Regulation**

FUND/ACCOUNT		Exp 2024	Est 2025	Est 2026
<u>777</u>	Interagency Contracts			
	Beginning Balance (Unencumbered):	\$0	\$0	\$0
	Estimated Revenue:			
3725	State Grants Pass-thru Revenue	0	42,840	0
3765	Supplies/Equipment/Services	7,255	40,481	445,066
	Subtotal: Estimated Revenue	7,255	83,321	445,066
	Total Available	\$7,255	\$83,321	\$445,066
DEDUCTIONS:				
	Deductions/Budgeted/Requested	(7,255)	(83,321)	(445,066)
	Total, Deductions	\$(7,255)	\$(83,321)	\$(445,066)
Ending Fund/Account Balance		\$0	\$0	\$0

REVENUE ASSUMPTIONS:

CONTACT PERSON:

Karen Sands

4.D. Estimated Revenue Collections Supporting Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:20:12AM

Agency Code: **452**

Agency name: **Department of Licensing and Regulation**

FUND/ACCOUNT		Exp 2024	Est 2025	Est 2026
<u>898</u>	Auction Educ & Rec Trust			
	Beginning Balance (Unencumbered):	\$408,719	\$492,937	\$490,768
	Estimated Revenue:			
3175	Professional Fees	87,650	13,800	0
3802	Reimbursements-Third Party	50	0	0
3851	Interest on St Deposits & Treas Inv	21,518	22,531	20,923
	Subtotal: Estimated Revenue	109,218	36,331	20,923
	Total Available	\$517,937	\$529,268	\$511,691
DEDUCTIONS:				
	Expended/Budgeted/Requested	(25,000)	(25,000)	(25,000)
	Claims and Judgetment	0	(13,500)	0
	Total, Deductions	\$(25,000)	\$(38,500)	\$(25,000)
Ending Fund/Account Balance		\$492,937	\$490,768	\$486,691

REVENUE ASSUMPTIONS:

CONTACT PERSON:

Karen Sands

4.D. Estimated Revenue Collections Supporting Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
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Agency Code: **452**

Agency name: **Department of Licensing and Regulation**

FUND/ACCOUNT	Exp 2024	Est 2025	Est 2026
<u>5025</u> Lottery Acct			
Beginning Balance (Unencumbered):	\$0	\$0	\$0
Estimated Revenue:			
3001 Fed Receipts Matched-Transport Pgm	366,290	304,144	335,217
3177 Lottery Ticket Sales	8,389,779,116	7,912,289,704	7,881,915,702
3178 Lottery Security Proceeds	63,525	53,250	58,388
3719 Fees/Copies or Filing of Records	722	1,602	1,162
3727 Fees - Administrative Services	506,644	640,483	573,563
3777 Default Fund - Warrant Voided	300	0	0
3802 Reimbursements-Third Party	530,976	522,062	640,300
Subtotal: Estimated Revenue	8,391,247,573	7,913,811,245	7,883,524,332
Total Available	\$8,391,247,573	\$7,913,811,245	\$7,883,524,332
DEDUCTIONS:			
Expended/Budgeted	(287,077,749)	(309,647,024)	(321,013,718)
Transfer-Employee Benefits	(5,756,331)	(6,006,861)	(6,900,000)
Benefit Replacement Pay	(10,269)	(7,701)	(4,107)
Rider 9, Lottery Operator Contract (2024-25 GAA)	(11,319,866)	(1,576,993)	0
Rider 10, Appn of Increased Revenues (2024-25 GAA)	(279,252)	0	0
Lottery Winnings/Install Payments	(5,655,485,713)	(5,381,093,144)	(5,360,490,869)
Retailer Commissions	(420,004,768)	(396,111,261)	(394,095,785)
Transfers to Foundation School Fund	(1,980,140,364)	(1,777,877,819)	(1,767,795,352)
Transfers to Department of State Health Services	(439,443)	(439,443)	(439,443)
Transfers to Texas Veterans Commission	(26,764,761)	(31,176,428)	(31,176,428)
Total, Deductions	\$(8,387,278,516)	\$(7,903,936,674)	\$(7,881,915,702)
Ending Fund/Account Balance	\$3,969,057	\$9,874,571	\$1,608,630

REVENUE ASSUMPTIONS:

The estimate for FY 2026 Lottery Ticket Sales is based on the 2026-2027 Biennial Revenue Estimate (BRE) published by the Comptroller of Public Accounts. Lottery Prizes, Retailer Commissions, Rider expenses and Revenue are projected based on the Lottery Sales amount in the BRE.

4.D. Estimated Revenue Collections Supporting Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
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Agency Code: **452**

Agency name: **Department of Licensing and Regulation**

FUND/ACCOUNT

Exp 2024

Est 2025

Est 2026

CONTACT PERSON:

Brandy Myers

4.F. Part A Budgetary Impacts Related to Recently Enacted State Legislation Schedule89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025

TIME: 11:20:48AM

Agency code: 452

Agency name: Department of Licensing and Regulation

	Exp 2025	Bud 2026	Est 2027	Est 2028	Est 2029
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Expanded or New Initiative:	1.Delivery Network Companies
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Legal Authority for Item:

Chapter 2402, Occupations Code, as amended by H.B. 4215, 89th Regular Session

Description/Key Assumptions (including start up/implementation costs and ongoing costs):

H.B. 4215 establishes a permit requirement for delivery network companies and provides for the regulation of those companies beginning September 1, 2025. There is a first-year one-time implementation cost of \$80,000 to create the new permit type in a current TDLR licensing system.

State Budget by Program: Transportation Network Companies**IT Component:** Yes**Involve Contracts > \$50,000:** No**Objects of Expense****Strategy: 1-1-2 LICENSE BUSINESSES AND FACILITIES**

2009 OTHER OPERATING EXPENSE	\$0	\$80,000	\$0	\$0	\$0
SUBTOTAL, Strategy 1-1-2	\$0	\$80,000	\$0	\$0	\$0
TOTAL, Objects of Expense	\$0	\$80,000	\$0	\$0	\$0

Method of Financing**GENERAL REVENUE FUNDS****Strategy: 1-1-2 LICENSE BUSINESSES AND FACILITIES**

1 General Revenue Fund	\$0	\$80,000	\$0	\$0	\$0
SUBTOTAL, Strategy 1-1-2	\$0	\$80,000	\$0	\$0	\$0
SUBTOTAL, GENERAL REVENUE FUNDS	\$0	\$80,000	\$0	\$0	\$0
TOTAL, Method of Financing	\$0	\$80,000	\$0	\$0	\$0

Description of IT Component Included in New or Expanded Initiative:

Change order to create the new permit type in the Versa licensing system as part of the Transportation Network Company program.

Is this IT component a New or Current Project? Current**FTEs related to IT Component?**

Exp 2025	Bud 2026	Est 2027	Est 2028	Est 2029
0.0	0.0	0.0	0.0	0.0

Proposed Software:

Modification of existing software.

4.F. Part A Budgetary Impacts Related to Recently Enacted State Legislation Schedule

89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:20:48AM

Agency code: 452 Agency name: Department of Licensing and Regulation

	Exp 2025	Bud 2026	Est 2027	Est 2028	Est 2029
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Proposed Hardware:
None.

Development Cost and Other Costs:
TDLR will need to pay the third-party vendor that operates the Versa licensing system under an existing contract to add the new permit type for delivery network companies to the system as part of the Transportation Network Companies program. The cost for this modification is one-time \$80,000 cost. Maintenance and upkeep of the new permit type in the system will be part of the overall maintenance and upkeep of the licensing system.

Type of Project:
Licensing / Permitting / Monitoring / Enforcement

Estimated IT Cost:	Exp 2025	Bud 2026	Est 2027	Est 2028	Est 2029	Total Over Life of Project
	\$0	\$80,000	\$0	\$0	\$0	\$80,000

4.F. Part B Summary of Costs Related to Recently Enacted State Legislation Schedule
89th Regular Session, Fiscal Year 2026 Operating Budget
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 12/4/2025
TIME: 11:21:45AM

Agency code: 452 Agency name: Department of Licensing and Regulation

ITEM	EXPANDED OR NEW INITIATIVE	Exp 2025	Bud 2026	Est 2027	Est 2028	Est 2029
1	Delivery Network Companies	\$0	\$80,000	\$0	\$0	\$0
Total, Cost Related to Expanded or New Initiatives		\$0	\$80,000	\$0	\$0	\$0
METHOD OF FINANCING						
	GENERAL REVENUE FUNDS	\$0	\$80,000	\$0	\$0	\$0
Total, Method of Financing		\$0	\$80,000	\$0	\$0	\$0

FULL-TIME-EQUIVALENTS (FTES):