# LEGISLATIVE COMMITTEE MINUTES

# HB1545

# Bill as Introduced

#### HB 1545-FN - AS INTRODUCED

#### 2016 SESSION

16-2630 08/04

HOUSE BILL

1545-FN

AN ACT

relative to Lucky 7 tickets.

SPONSORS:

Rep. Infantine, Hills. 13

COMMITTEE:

Ways and Means

#### **ANALYSIS**

This bill makes general changes to the sale of Lucky 7 tickets.

This bill sets the hours for the sale of Lucky 7 tickets.

Explanation:

Matter added to current law appears in bold italics.

Matter removed from current law appears [in brackets and struckthrough.]

Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

#### STATE OF NEW HAMPSHIRE

#### In the Year of Our Lord Two Thousand Sixteen

AN ACT

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relative to Lucky 7 tickets.

Be it Enacted by the Senate and House of Representatives in General Court convened:

- 1 Price of Lucky 7 Ticket. Amend RSA 287-E:20, II to read as follows:
  - II. The price of any single lucky 7 ticket pack or ticket card shall not exceed [\$.50]\$1.
    - 2 Lucky 7 Tickets; Ticket Dispensers. Amend RSA 287-E:21, III-a to read as follows:

III-a. Lucky 7 tickets may be sold by dispenser devices approved by the commission and located at the regular meeting place of, or at a facility owned, leased, or utilized by, the licensee for its activities, provided that the commission shall not authorize the use of any lucky 7 dispenser device which was not in use on or before January 1, 2011, unless such device dispenses, or is capable of dispensing at the player's request, a paper or cardboard ticket which has a manual break-open feature and specifications for such dispenser device are contained in the rules of the commission. Any permitted lucky 7 device shall not be in the nature of a slot machine and the outcome of any wager involving a permitted lucky 7 device shall be determined solely by and on the cardboard or paper ticket.

- 3 Limit on Number of Tickets Per Deal. Amend RSA 287-E:22, I to read as follows:
- I. A licensed distributor shall pay a fee of \$15 per deal of pull tab tickets. For the purposes of this paragraph, a deal shall consist of 1 to 3,500 tickets or their electronic equivalent.
  - 4 Hours for Sale of Lucky 7 Tickets. Amend RSA 287-E:7, IV to read as follows:
- IV. No bingo games shall be conducted prior to 11:00 a.m. on a Saturday or a weekday, prior to noon on a Sunday, or after 11:00 p.m. on any day. On any licensed bingo day, Lucky 7 tickets may be sold beginning at 9:00 a.m. and not later than 1:00 a.m.
  - 5 Effective Date. This act shall take effect upon its passage.

#### **HB 1545-FN-FISCAL NOTE**

AN ACT

relative to Lucky 7 tickets.

#### FISCAL IMPACT:

The Lottery Commission states this bill, <u>as introduced</u>, may have an indeterminable impact on state revenues. There will be no impact on county and local revenues or state, county, and local expenditures.

#### METHODOLOGY:

The Lottery Commission states this bill increases the maximum price for a lucky 7 ticket pack or ticket card from \$0.50 to \$1.00 and permits the sale of lucky seven tickets starting at 9:00am on licensed bingo days, two hours earlier on Mondays through Saturdays and three hours earlier on Sundays than current law. The Commission states it is unable to predict how these changes may impact sales of lucky 7 tickets and therefore is unable to estimate this bill's impact on state revenues.

# Speakers

# SIGN UP SHEET

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Bill # HB 154 Committee War	5-PN	Date	121/16		
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nicole Reilly	845 Clay	8t (817) 918	9-8856 Strike	] [	
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# **SIGN UP SHEET**

To Register Opinion If Not Speaking

Bill#_	HB 1545-FN	Date $\supseteq$	14116		
Comm	ttee Ways & med	uns			
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Name		Phone		Pro	Con
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# Hearing Minutes

#### **PUBLIC HEARING ON HB 1545-FN**

BILL TITLE: relative to Lucky 7 tickets.

**DATE:** January 21, 2016

LOB ROOM: 202 Time Public Hearing Called to Order: 10:00 a.m.

Time Adjourned: 10:45 a.m.

Recessed to Mid - February

<u>Committee Members</u>: Reps. Abrami, M. Griffin, Ulery, Ohm, Manning, Gallagher, Lachance, Leeman, Almy, Shattuck, Cooney, Lovejoy, Ames, Karrick, Henle and Southworth

Bill Sponsors: Rep. Infantine

#### TESTIMONY

\* Use asterisk if written testimony and/or amendments are submitted.

Rep. Will Infantine, Prime Sponsor

Rick Newman, Lobbyist - Eagle Strike and the river casino - supports

Jan DiMarzio, Community Bingo Center - opposed

Charlie McIntyre, NH Lottery - clarifying questions

Paul Kelly, NH lottery

\*Ed Talbot, NH Council on Pro Gambling -

Janet Labonville, BPOE Elks 146, Manchester - Supports

Mike Lopez, Sweeney Post - Supports

\*Glenn Wallace, Rath & Young/NAFTM - opposed

Russ Manchester, AL Post 51 - supports

Dick Booley, Diamond Distribution - opposed

\* Chris Melcher - New Horizons - Opposed

Respectfully submitted.

Rep. Gary Azarian, Clerk

### PUBLIC HEARING ON HB 1545-FN

BILL TITLE: relative to Lucky 7 tickets.
DATE: Jan 21, 2016
ROOM: 202 Time Public Hearing Called to Order: 10:00 and
Time Adjourned:
Pecessal 70
(please circle if present) Unit February
Committee Members: Reps. Major, Abrami, M. Griffin, Hess, Ulery, Nigrello, McClarren, Ohm, Manning, Gallagher, Dachance, Leeman, Almy, Shattuck Cooney, Lovejoy Ames, Karrick, Henle, Southworth and Azarian
Bill Sponsors: Rep. Infantine
TESTIMONY
* Use asterisk if written testimony and/or amendments are submitted.
Prime Sponson - WM Infom Time.
Rock Newman - Regresat River Carl room + Many Incharge - Suppor
Prime Sponson - WI Infom Time.  Ruck Newman - Regresab River Card room + Many factoring - Support  - Chartala Carming General Manager  Jan Dingraio - Communing Rusiness Con you - Opposes
Paul Holly 4 from the commented

#### **PUBLIC HEARING ON HB 1545-FN**

BILL TITLE: rela

relative to Lucky 7 tickets.

DATE:

February 4, 2016

LOB ROOM:

202

Time Public Hearing Called to Order:

10:04 a.m.

Time Adjourned:

11:10 a.m.

<u>Committee Members</u>: Reps. Major, Abrami, M. Griffin, Ulery, Ohm, Manning, Gallagher, Lachance, Leeman, Almy, Shattuck, Cooney, Lovejoy, Ames, Karrick, Henle, Southworth and Azarian

Bill Sponsors:

Rep. Infantine

#### **TESTIMONY**

\* Use asterisk if written testimony and/or amendments are submitted.

Continued hearing

Janet Labonville, BPO elks - supports

Glenn Wallace, Roth & Young - opposed

Chris Melcher-cited problems - supports

Rick Newman, River Casino Card Room - supports

Mike Lopez, citizen - supports

Work Session recommended

Respectfully submitted,

Rep. Gary Azarian Clerk

### PUBLIC HEARING ON HB 1545-FN

BILL TITLE: relative to Lucky 7 tickets.

DATE:	February 4,	2016	·		
ROOM:	202	_ Time Public H	learing Called	to Order: <u>/0.</u>	64
				ljourned: <u>170</u>	
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Bill Sponsors: Rep. Infantine					
		TESTIMONY			
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# Sub-Committee Actions

# SUBCOMMITTEE WORK SESSION on HB 1545-FN

BILL TITLE:

relative to Lucky 7 tickets.

DATE:

September 20, 2016

Subcommittee Members:

Reps. Azarian, Ames, M. Griffin, Shattuck, Henle and Manning

Comments and Recommendations: Recommended for future legislation

#### **MOTIONS:**

Interim Study (2nd yr)

Recommended

Moved by Rep. Henle

Seconded by Rep. Shattuck

Vote: 6-0

Respectfully submitted,

Rep. Mary Griffin Subcommittee Clerk

# SUBCOMMITTEE WORK SESSION on HB 1545-FN

BILL TITLE:	relative to Lucky 7 ti	ickets.		
DATE:	September 20, 2016	6		
Subcommittee M	<u>fembers</u> : Reps. A	Azarian, M. Griffi	n, Manning, Shattuck ar	nd Henle
Comments and I	Recommendations:	La Huth	es Legislate	an .
		(Please circle on		
Moved by Rep	Henle	Seconded by Rep	. Shattack	AM Vote: <u>6-0</u>
Adoption o	of Amendment#			
Moved by Rep	· · · · · · · · · · · · · · · · · · ·	Seconded by Rep	•	Vote:
	Amendment Adopted		Amendment Failed	
MOTIONS:	OTP, OTP/A, ITL, R	etained (1st Yr), I (Please circle on	nterim Study (2nd Yr) e)	
Moved by Rep		Seconded by Rep	·	AM Vote:
Adoption of	of Amendment#		<u>.                                    </u>	
Moved by Rep		Seconded by Rep	•	Vote:
4	Amendment Adopted		Amendment Failed	
	F	despectfully submi	tted,	

JAB 1545 Politor Locky 7 Sichits Meeting Called To order @ 10:03 Am Decorder by Rep Shettach Recommend for further Theoly V
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# Sub-Committee Minutes

# SUBCOMMITTEE WORK SESSION on HB 1545-FN

BILL TITLE: relative to Lucky 7 tickets.

DATE: February 18, 2016

<u>Subcommittee Members</u>: Reps. Major, Abrami, M. Griffin, Hess, Ulery, Nigrello, McClarren, Ohm, Manning, Gallagher, Lachance, Leeman, Almy, Shattuck, Cooney, Lovejoy, Ames, Karrick, Henle, Southworth and Azarian

Comments and Recommendations: open 10:00, closed 11:10 - more money for state

Respectfully submitted,

Rep. Gary Azarian Subcommittee Clerk

# SUBCOMMITTEE WORK SESSION on HB 1545-FN

BILL TITLE: relative to Lucky 7 t	ickets.	
2/18/16	•	
Subcommittee Members: Reps.		
Comments and Recommendations:		
Open 10:00 A.M., m.	a of for state 1/212 fee, b	lance Fee
Cloud 11:10		
MOTIONS: OTP, OTP/A, ITL, R	etained (1st Yr), Interim Study (2nd Yr) (Please circle one)	
Moved by Rep	Seconded by Rep	AM Vote:
Adoption of Amendment#	<del> </del>	
Moved by Rep	Seconded by Rep	Vote:
Amendment Adopted	Amendment Failed	
MOTIONS: OTP, OTP/A, ITL, R	etained (1st Yr), Interim Study (2nd Yr) (Please circle one)	
Moved by Rep.	Seconded by Rep.	AM Vote:
Adoption of Amendment#		
Moved by Rep	Seconded by Rep.	Vote:
Amendment Adopted	Amendment Failed	
F	Respectfully submitted,	
D	<i></i>	

# Testimony

## LeVinus, Nancy

From:

Kelley, Paul [Paul.Kelley@lottery.nh.gov]

Sent:

Friday, February 19, 2016 2:59 PM

To:

Azarian, Gary

Cc:

abrami.nhrep@gmail.com; LeVinus, Nancy; McIntyre, Charles

Subject:

Lucky-7 Questions

Dear Rep. Azarian,

I am following up on two questions you asked at the works session relative to HB-1545.

Question 1: When was Lucky-7 enacted by the legislature?

Answer: The year was 1949, Chapter law 292.

Question 2: What should the fee be for Lucky-7 tickets?

Answer: The fee was enacted by the legislature in the year 1990, Chapter law 181:2, effective July 26, 1990. The established fee was \$15 per deal, and \$6 for a lesser known and used product called 'bag' tickets. Bag tickets usually cost .10 or .25 cents a ticket and are not that popular and rarely purchased. The fees have never been changed. The commission has not taken a position on what the fees should be.

If I can offer any further assistance or information, please feel free to let me know.

PS - Nancy, I am including you in this message as well as the Chairman as I don't know what the proper protocol is for disseminating answers to questions asked. If this needs to be sent to all committee members could you please do that on my behalf? Thanks!

 Attached is a copy of an invoice for 101 boxes of tickets which represents 186,630 individual tickets. The 1<sup>st</sup> comparison below compares a paper ticket verses an e-ticket.

# **COMPARABLE TICKET SALES (186,630 TICKETS)**

	PAPER TICKET .50 101 BOXES	E-TICKET .50 53 BOXES (3500 CT)	0/0 +
INCOME	\$ 93,315	\$ 93,315	الرمرية
PRIZE PAY-OUTS	\$ 69,102	\$ 83,983	por
COST OF TICKETS	\$ 6,124	\$ 5,830	•
\$15 BOX TAX	<u>\$ 1,515</u>	<u>\$ 795</u>	
PROFIT TO CHARITY	\$ 16,574	\$ 2,707	

Referencing above, the charity makes an average of \$164 per box on paper tickets while the E-ticket nets \$51 per box at .50 cents. The State receives \$720 less in taxes on the E-ticket.

# **COMPARABLE REVENUE WITH \$1.00 TICKETS**

	PAPER TICKET \$1.00 50 BOXES	E-TICKET \$1.00 27 BOXES
INCOME	\$ 94,500	\$ 94,500
PRIZE PAY-OUTS	\$ 75,600 (Est. 80%)	\$ 85,050 (Est. 90%)
COST OF TICKETS	\$ 3,675 (Est.)	\$ 2,970 (Est.)
\$15 BOX TAX	\$ 750	\$ 405
PROFIT TO CHARITY	\$ 14,475	\$ 6,075

On paper ticket sales of \$1.00 the State would receive \$765 less in taxes. On E-tickets the State would receive \$1,110 less in taxes.

The 186K ticket count represents approximately 2 weeks of sales for us. Generating that same revenue stream over the course of 12 months could potentially result in a loss to the State of approximately \$20,000 with the \$1.00 paper ticket.

\$765 X 26 = \$19890

The potential loss to the State with the \$1.00 E-ticket is \$29,000

\$1,110 X 26 = \$28,860

# Diamond Distributors Inc.

# P O Box 1033 Meredith, NH 03253-1033

# Invoice

Date	Invoice #
1/1/2016	37596

Phone #	1-800-860-3	3887	Fax#	-888-1	424-6086
E-m	ail		DDI98mike@aol.com		
Web Site			winbignh.com		•

WolverineYouth Football assc.
55 Crystal Ave
Derry NH

P.O. Number	Terms	Rep	Ship
	Due on receipt	mw	1/1/2016

Quantity	Item Code	Description	Price Each	Amount
20	TURI	7256370 7256371 7256372 7256373 7256398	72.00	1,440.00
		7256399 7256400 7256401 7256349 7256351		·
		7256352 7256353 7256422 7256423 7256424		
		7256425 7256458 7256459 7256460 7256461		
		Turtle 13		•
16	PKD1	7261927 7261928 7261929 7261930 7261959	58.00	928.00
		7261960 7261961 7261962 7261907 7261908	1	•
		7261909 7261910 7261911 7261912 7261913		
		7261914 Pink Diamonds Jackpot		
4	MTL1	7197920 7197921 7197922 7197923 Moose On	62.00	248.00
		The Loose	ļ	
5	TC5613	502055 502056 502057 502058 502059 Crazy	56.00	280.00
		В		
4	AM3	5009493 5009517 5009537 5009589 All	66.00	264.00
		American Triple Crown		
20	NH5489B	3V35067 3V35103 3V35171 3V35250	60.00	1,200.00
		3V35087 3V35135 3V35143 3V35147		•
		3V34966 3V34985 3V35036 3V35042	}	
	•	3V35082 3V35093 3V35136 3V35235	į į	
		3V35012 3V35028 3V35055 3V35056 Double		
		Down Derby	. ]	
6	PF1	7246032 7246033 7246034 7246035 7246036	42.00	252.00
		7246037 Pick A Pony	-	

	Tota	
I .		

# Diamond Distributors Inc.

# P O Box 1033 Meredith, NH 03253-1033

# Invoice

Date	Invoice #
1/1/2016	37596

Phone #	1-800-860-3887 Fax#		Fax#	1-888-	124-6086
E-ma	ai)		DDI98mike@aol.co	m	
Web Sit	e		winbignh.com		

WolverineYouth Football assc.
55 Crystal Ave
Derry NH

P.O. Number	Terms	Rep	Ship
	Due on receipt	mw	1/1/2016

item Code	Description	Price Each	Amount
HHS10	7289571 7289572 7289573 7289574 7289579	62.00	2.00 992.00
	7289580 7289581 7289582 7289599 7289600	1	
	7289601 7289602 7289333 7289334 7289335	1	
	7289336 Hi Ho Silver	}	
FL3	7146895 7146896 7146897 7146898 7146899	52.00	520.00
	7146905 7146906 7146907 7146908 7146909	l	:
	Grande Finale	İ	
NH TAX	NEW HAMPSHIRE TAX	15.00	.00 1,515.00
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	FL3	7289580 7289581 7289582 7289599 7289600 7289601 7289602 7289333 7289334 7289335 7289336 Hi Ho Silver FL3 7146895 7146896 7146897 7146898 7146899 7146905 7146906 7146907 7146908 7146909 Grande Finale	7289580 7289581 7289582 7289599 7289600 7289601 7289602 7289333 7289334 7289335 7289336 Hi Ho Silver FL3 7146895 7146896 7146897 7146898 7146899 7146905 7146906 7146907 7146908 7146909 Grande Finale

	Total	1	\$7,639.00

Need File

# How much longer will your charities put up with making less money!

Your supplier wants you to believe that a .50 Lucky Seven Ticket is all you should have!!! Why???

A \$1.00 ticket cost the same to you as a \$.50 ticket but your charity makes **15% more profit!** 

Support HB 1545 so that you can have a choice between a \$.50 Lucky Seven Ticket and a \$1.00 Lucky Seven Ticket.

Call your State Representative Today before its to late!

	Entry Series	
Ticket Count	3000	3000
Takes In	\$1,500.00	\$3,000.00
Prizes 75.6%	\$1,134.00	\$2,268.00
Profit	\$366.00	\$732.00
<b>Cost from Distributor</b>	\$105.00	\$105.00
Net Profit	\$261.00	\$627.00
% Net Profit	71%	86%

For over 30 years the paper manufactures and Distributors have made it a point to oppose this because They want you to use more paper!

This is the Charities choice and not theirs!

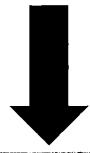
Do the right thing for your Charity

Think of your Charity first and allow the passage of HB 1545

# A call to your Representative is what will make the difference. Start earning more for your charity and make that call

New Hampshire Representitive	City	Phone
Rep. Paul Henle	Concord	603-986-9620
Rep. Thomas Southworth	Dover	603-742-0556
Rep. Robert Nigrello	East Kingston	603-394-7591
Rep.Donald McClarren	. Ḥashua ,.	603-883-9245
Rep. Gilman Shattuck	Hillsbourough	603-464-3850
Rep. David Hess	Hooksett	603-485-9027
Rep. Jordan Ulery	Hudson	603-882-8979
Rep. Richard Ames	Jaffrey	603-532-6781
Rep. Susan Almy	Lebanon	603-448-4769
Rep: Joseph LaChance	Manchester	603-370-1767
Rep. Bill Ohm	Nashua	603-891-2306
Rep. Norman Major	Plaistow	603-382-5429
Rep. Mary Cooney	Plymouth	603-536-1141
Rep. Don Leeman	Rochester	603-973-6009
Rep. Gary Azarian	Salem	603-401-0088
Rep. John Manning	Salem	603-818-3188
Rep. Brian Gallagher	Sanbornton	603-530-2651
Rep. Patrick Abrami	Stratham	603-772-3489
Rep. Patricia Lovejoy	Stratham	603-778-9662
Rep. David Kerrick	Warner	603-456-2772
Rep Mary Griffin	Windham	603-432-0959

# See how other states adapted other denominations! Why is the paper industry blocking New Hampshire from getting other denominations when in fact they have it in all other states.....



State	Denominations Allowed	\$0.10	\$ 0.25	\$ 0.50	\$ 0.75	\$ 1.00	\$ 2.00	\$ 5.00
Texas	.25 .50 1.00 2.00		yes	yes		yes	yes	
Alaska	.25 .50 1.00 2.00		yes	yes		yes	yes	
Virginia	.25 .50 1.00 2.00 5.00		yes	yes	`	yes	yes	yes
Mississippi	.25 .50 .75 1.00		yes	yes	yes	yes		
Pennsylvania	.50 1.00			yes		yes		
Minnesota	.25 .50 1.00 2.00 5.00		yes	yes		yes	yes	yes
Kentucky	.25 .50 1.00		yes	yes		yes		
California	.25 .50 1.00		yes	yes	<u> </u>	yes		<u></u>
Washington	.10 .25 .50 1.00	yes	yes	yes		yes		
Ohio	.25 .50 1.00		yes	yes		yes		
Indiana	.25 .50 1.00		yes	yes		yes		
Connecticut	.25 .50 1.00 2.00 5.00		yes	yes	<u></u>	yes	yes	yes
Massachusetts	1.00					yes		
Louisana	.25 .50 1.00		yes	yes		yes		
Florida	.25 .50 1.00		yes	yes		yes		
New Hempshire	0.	3		yes				

File

Charity Net Profit	\$	25	\$	173.75
Consulting Fee/Other	\$	25	\$	173.75
Charity Gross Profit	\$	50	\$	347.50
Tax	\$	15	\$	15
Charity Deal Cost	\$	110	\$	75
Net i loceeds	7		Ψ	.57.50
Net Proceeds	\$	175	\$	437.50
Payout percentage		90%		75%
Gross Proceeds	\$	1,750	\$	1,750
Price per ticket		0.5		0.5
Tickets per deal		3500		3500
	E-Ta	ab Game	Papo	er Game

Good Morning Mr. Chair and committee members

My name is Chris Melcher, and I am here representing the Derry Wolverine Youth Football and Manchester New Horizons Homeless Shelter and Soup Kitchen charities. We operate out of Community Bingo Center.

This bill is problematic for bingo halls that run legitimate bingo games and the charities that rely on this income. There are three major changes in this bill that I would like to address.

Firstly, the bill seeks to eliminate the paper ticket or "voucher" from being printed out of the machines as prizes are won. NH state law requires that any single prize over \$500 be paid in check form. If the individual only prints out the ending balance to bring it to the cashier, there will be no way to verify how much was won and at what time. We have heard stories from many of our players that they are being paid \$500 - \$1000 or more at locations in the state.

Secondly, no bingo hall running a legitimate bingo operation can compete with the hours that are proposed in the bill of 9AM to 1AM. The racing and gaming commission, now under the lottery, set rules that any bingo hall or card room that had these machines had to have a bingo game consisting of at least10 games. We have become aware of other local halls playing the required 10 games of bingo with fewer than 10 people in attendance, which may take up 30

minutes to an hour on that night. Yet, these machines would be available for 16 hours per day to play on. Additionally, we find it hard to account for "next day" sessions. Charities are only allowed 10 bingo games per month; If they use these machines from 12am-1am and it becomes the 11<sup>th</sup> day, does a new charity come in at Midnight? Would new deals of tickets be issued, since the law says charities cant carry deals over to another charity?

Most importantly, contrary to what others have testified, these electronic machines are not better for any charity in the state. The machines range in profit from \$47-\$96 per deal of tickets for the charity after paying the manufacturer and any money owed to the hall for rent or expenses. On the 3500 count paper tickets available now, the profit is often around \$300 after paying fees and taxes. Even if the ticket value was raised to a dollar, as proposed in this bill, that would really only double the manufacturer and hall income, and then give the charity another \$47. Again, just to expand on the math - 10 deals of these electronic tickets makes \$470 for the charities, while 10 boxes of paper tickets would make around \$3,000. Another thing that has not been discussed in depth is that each electronic machine can hold 7 deals of tickets at once. That means that each individual machine can hold 24,500 tickets with multiple \$500 prizes, and presumably higher prizes on a \$1.00 value ticket. These machines can also be linked, so that 10 machines can be playing

the same deal of tickets at once. The winners are a lot more random than the manufacturer would have you believe, because even though you have a guaranteed payout in each deal, it is not a guarantee that the machine you are playing at will have a winning ticket in it.

Last point: Your committee deals with taxation. The state currently gets \$15.00 per deal of tickets sold, no matter the amount of tickets in a box. If the ticket value is raised to a dollar, you would still just receive \$15 despite the increase. You also have had many slot machine bills before you which would have given the state 35% in profit revenue. These are about as close to slot machines as you can get, yet the machines in the halls are not being taxed aside from the \$10,000 annual fee to be a distributor in the state of NH. Perhaps your committee could identify an easy source of revenue by taxing the 250 machines that are already in existence around the state.

I urge you to kill this bill before it goes any further. Thank you for listening and I am certainly happy to answer any questions you might have for me.

File

TO: Rep. Norman Major, Chairman; Rep. Patrick Abrami, Vice Chairman

AND: Members of the House Ways and Means Committee

Summary of Testimony on **HB 1545-FN**, An Act relative to Lucky 7 tickets.

THE NATIONAL ASSOCIATION OF FUNDRAISING TICKET MANUFACTURERS (NAFTM)

Testimony by Glenn Wallace, Rath Young & Pignatelli

NAFTM IS OPPOSED TO THIS BILL.

We believe HB 1545-FN will hurt New Hampshire's charity organizations and expand gaming beyond the scope of what is contemplated in the state's charity gaming laws.

- RSA 287 is our charitable gaming law. It allows low stakes play and entertainment. It was never
  intended to be a vehicle for expanded gaming in New Hampshire. NAFTM believes HB 1545-FN
  prioritizes "gaming" over "charity" and will cause our partners at the local charities to suffer.
- By doubling Lucky 7 ticket prices and extending hours, more Lucky 7 electronic gaming machines will come on line. Most Lucky 7 machines pay winnings at 90%, meaning only 10% is left to be split between the manufacturer, the operator, the state and the charity. This means less money for charity. Traditional paper tickets pay winnings at about 75%, so there is a bigger pot (25%) left over. Meaning more money for charity.
- Supporters of HB 1545-FN have conceded that players will move to the games that pay out
  more, meaning those players will abandon the churches and smaller clubs that cannot afford
  about \$6,000 per machine. Most charities will be left behind with the spread of these machines.
- There are already about 255 machines in New Hampshire. There are no statutory limits on the number of machines an operator can have. Some already have several dozen machines. The effect of the bill will be the creation of mini-casinos.
- Although the technology and payout method is slightly different, Lucky 7 machines look, sound and feel just like slot machines.
- Approximately \$150 million is spent on charitable gaming each year in New Hampshire. About \$58 million of that comes from Lucky 7 and \$17 million through bingo. These are manageable numbers that reflect the true intent of the charity gaming law and allow charities large and small to benefit. The current system works well. HB 1545-FN raises the stakes well beyond what is contemplated by RSA 287.
- HB 1545-FN is expanded gambling. It's up to the Legislature to decide what level of gaming expansion is appropriate for the state, but the committee should seriously consider whether charitable gaming is the appropriate vehicle for gaming expansion.

Fil

## To the New Hampshire House Ways and Means Committee

Dear Mr. Chairman and Members of the Committee,

We, the undersigned representatives of New Hampshire Charitable, Benevolent and Fraternal organizations, are writing to you to urge you to pass HB 1545, an act relative to Lucky 7 games.

Specifically, we ask you to raise the maximum price of a ticket from \$ .50 to \$1.00. This will reduce the costs for charities of Lucky 7 tickets and attract more people to the game. The change accomplishes this because the fixed costs of printing Lucky 7 tickets is the same no matter the denomination. As the chart below demonstrates, raising the maximum ticket price would, on average, increase the amount we retain for our charitable efforts by 240%!

	.50 Lucky Seven Ticket	1.00 includes the resident
Ticket Count	3000	3000
Takes In	\$1,500.00	\$3,000.00
Prizes 75.6%	\$1,134.00	\$2,268.00
Profit	\$366.00	\$732.00
Cost from Distributor	\$105.00	\$105.00
Net Profit	\$261.00	\$627.00
% Net Profit	71%	86%

Thank you for your consideration of this important legislation.

By: Makie TRenda KaThley TRENGE. Charity ASSUMPTION By Whikley Rower Thuden Karnen Charity St. Lloge
By Shirley Power Thiday Boun Charity St. Llorge
By: Manue Payur / Krync Ray Charity Upper Rush
By: Weben & feut Debore Hent Charity PER Porm
By: Park Milley Erik Cedrone Charity St. George
By: Charity Mysc
By: Thin Thom MARK F. Bowen Charity Dover Boul
By: Jenstunt Jim Hunt Charity Post 11 Legion
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BY: KEUIN MURNAWE Kullim	Charity Post 5/ EX
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By: Paula Bonnin San Da Box	Charity Rost SI
By: Doyce Murvane	Charity Unit 51 President
By: Rusgmy glapuck	Charity $\bigcup_{R} \subseteq S$
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# Voting Sheets

#### HOUSE COMMITTEE ON WAYS AND MEANS

#### EXECUTIVE SESSION on HB 1545-FN

BILL TITLE:

relative to Lucky 7 tickets.

DATE:

March 2, 2016

LOB ROOM:

202

**MOTIONS**:

REFER FOR INTERIM STUDY

Moved by Rep. Ohm

Seconded by Rep. Leeman

Vote: 21-0

Respectfully submitted,

Rep Gary Azarian, Clerk

#### HOUSE COMMITTEE ON WAYS AND MEANS

#### EXECUTIVE SESSION on HB 1545-FN

relative to Lucky 7 tickets.

BILL TITLE:

DATE: 3 - 2	2-16		
LOB ROOM:	202		
		Retained (1st Yr) Interim Study (2nd Yr) (Please circle one)	
Moved by Rep	Ohm	Seconded by Rep. Leenen	AM Vote:
Adoption	of Amendment#		21-0
Moved by Rep		Seconded by Rep.	Vote:
	Amendment Adopted	Amendment Failed	•
MOTIONS:	OTP, OTP/A, ITL, F	Retained (1st Yr), Interim Study (2nd Yr) (Please circle one)	
Moved by Rep		Seconded by Rep.	AM Vote:
Adoption	of Amendment#	<del></del>	*
Moved by Rep		Seconded by Rep.	Vote:
· ———	Amendment Adopted	Amendment Failed	
	CONSENT CAI (Vote to place on	LENDAR: YESNO Consent Calendar must be unanimous.)	
Statement of I	ntent: Refer to	Committee Report	
	,	Respectfully submitted,	
	Rep		
1	ſ	Com <del>mittee</del> Clerk	



## STATE OF NEW HAMPSHIRE OFFICE OF THE HOUSE CLERK

12/31/2015 10:54:37 AM Roll Call Committee Registers Report

#### 2016 SESSION

#### **WAYS AND MEANS**

Bill#: 1545 Title: relation	to lucky 7	<del></del>
PH Date: 3 1 2 1 16	Exec Session Date:3_/_	2116
Motion:	Amendment #:	
MEMBER	<u>YEAS</u>	NAYS
Major, Norman L., Chairman		
Abrami, Patrick F., V Chairman		
Griffin, Mary E.		
Hess, David W.		
Ulery, Jordan G.		
Azarian, Gary S., Clerk		
Nigrello, Robert L.		
McClarren, Donald B Hozel	/	·
Ohm, Bill H.		
Manning, John J. Olm		
Gallagher, Brian S.		
Lachance, Joseph R.		
Leeman, Don E.		
Almy, Susan W.		
Shattuck, Gilman C.		
Cooney, Mary R.	<b>√</b>	
Lovejoy, Patricia T.		
Ames, Richard	✓.	
Karrick, David B.	✓	
Henle, Paul J.		
Southworth, Thomas L.		and the second s
TOTAL VOTE:		

21-0

#### HOUSE COMMITTEE ON WAYS AND MEANS

#### EXECUTIVE SESSION on HB 1545-FN

BILL TITLE:	relative to Lucky 7 tickets.	•	
DATE:	October 12, 2016		
LOB ROOM:	202		
	,	,	
MOTIONS:	Recommend C		
Moved by Rep	Tharia Secon	aded by Rep. Hence	_ AM Vote:
Adoption	of Amendment#		
Moved by Rep	Secon	nded by Rep	Vote:
	Amendment Adopted	Amendment Failed	
MOTIONS:	☐ Recommend ☐	Not Recommend	_
Moved by Rep	Secon	nded by Rep	_ AM Vote:
Adoption	of Amendment #		,
Moved by Rep	Secon	nded by Rep	Vote:
	Amendment Adopted	Amendment Failed	
	CONSENT CALENDA (Vote to place on Conse	AR: YES NO nt Calendar must be unanimous.)	
Statement of In	tent: Refer to Comm	nittee Report	
·	Respec	tfully submitted,	
	Rep.	mittee Clerk	



## STATE OF NEW HAMPSHIRE OFFICE OF THE HOUSE CLERK

12/31/2015 10:54:37 AM Roll Call Committee Registers Report

#### 2016 SESSION

#### **WAYS AND MEANS**

3ill #: 1545-FN Title: 10ch	Exec Session Date:/0/	12/16
Motion: rccommend.	Amendment #:	
<u>MEMBER</u>	YEAS	<u>NAYS</u>
Major, Norman L., Chairman		
Abrami, Patrick F., V Chairman		·
Griffin, Mary E.		
Hess, David W.		
Ulery, Jordan G.		
Azarian, Gary S., Clerk		<u> </u>
Nigrello, Robert L.		
McClarren, Donald B		
Ohm, Bill H.	V	
Manning, John J.		
Gallagher, Brian S.		
Lachance, Joseph R.		
Leeman, Don E.		<u> </u>
Almy, Susan W.	- V	
Shattuck, Gilman C.	V	
Cooney, Mary R.		
Lovejoy, Patricia T.		
Ames, Richard		
Karrick, David B.		<u> </u>
Henle, Paul J.		<u> -</u>
Southworth, Thomas L.		
TOTAL VOTE:		A STATE OF THE STA

# Committee Report

#### CONSENT CALENDAR

March 2, 2016

# HOUSE OF REPRESENTATIVES REPORT OF COMMITTEE

The Committee on Ways and Means to which was referred HB 1545-FN,

AN ACT relative to Lucky 7 tickets. Having considered the same, report the same with the recommendation that the bill be REFERRED FOR INTERIM STUDY.

Rep. Bill Ohm

FOR THE COMMITTEE

Original: House Clerk

#### COMMITTEE REPORT

Committee:	Ways and Means
Bill Number:	HB 1545-FN
Title:	relative to Lucky 7 tickets.
Date:	March 2, 2016
Consent Calendar:	CONSENT
Recommendation:	REFER FOR INTERIM STUDY

#### STATEMENT OF INTENT

This bill would authorize charitable gaming organizations to increase the denomination of Lucky 7 tickets from 50 cents to \$1, and permit electronic dispensers of such tickets to only dispense a paper ticket on request. The committee feels that these electronic dispensers already look, feel and act like slot machines, and the proposed changes would only enhance the effect. While the committee heard testimony that such machines are legal, they believe that they are contrary to legislative intent. Approximately 350 of these machines are installed, none recently. Refer for Interim Study is recommended to review what, if anything should be done with this type of device.

Vote 21-0.

Rep. Bill Ohm FOR THE COMMITTEE

Original: House Clerk

#### CONSENT CALENDAR

Ways and Means

HB 1545-FN, relative to Lucky 7 tickets. REFER FOR INTERIM STUDY.

Rep. Bill Ohm for Ways and Means. This bill would authorize charitable gaming organizations to increase the denomination of Lucky 7 tickets from 50 cents to \$1, and permit electronic dispensers of such tickets to only dispense a paper ticket on request. The committee feels that these electronic dispensers already look, feel and act like slot machines, and the proposed changes would only enhance the effect. While the committee heard testimony that such machines are legal, they believe that they are contrary to legislative intent. Approximately 350 of these machines are installed, none recently. Refer for Interim Study is recommended to review what, if anything should be done with this type of device. Vote 21-0.

Original: House Clerk

Subj: **HB 1545 - Blurb** 

Date: 3/1/2016 9:02:34 P.M. Eastern Standard Time

From: <u>BillOhm2010@aol.com</u>
To: <u>abrami.nhrep@gmail.com</u>

HB 1545 -

This bill would authorize charitable gaming organizations to increase the denomination of Lucky7 tickets from 50 cents to \$1, and permit electronic dispensors of such tickets to only dispense a paper ticket on request. The committee feels that these electronic dispensers already look, feel and act like slot machines, and the proposed changes would only enhance that property. While the committee heard testimony that such machines are legal, they believe that they are contrary to legislative intent. Approximately 350 of these machines are installed, none recently. Interim Study is recommended to review what, if anything, should be done with this type of device.

Rep. Bill Ohm

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### COMMITTEE REPORT

COMMITTEE:	ways + means	· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·
BILL NUMBER:	1545-	·	
TITLE:		·	
DATE:	3-2-16	CONSENT CALEN	DAR: YES NO
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COMMITTEE VOT	E: 21-0	· · · · · · · · · · · · · · · · · · ·	
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Use Another Report for Minority Report

#### REGULAR CALENDAR

October 26, 2016

# HOUSE OF REPRESENTATIVES

#### REPORT OF COMMITTEE

The Committee on Ways and Means to which was referred HB 1545-FN,

AN ACT relative to Lucky 7 tickets. Having considered the same, report the same: RECOMMENDED FOR FUTURE LEGISLATION.

Rep. Gary Azarian

FOR THE COMMITTEE

Original: House Clerk

#### COMMITTEE REPORT

Committee:	Ways and Means
Bill Number:	HB 1545-FN
Title:	relative to Lucky 7 tickets.
Date:	October 26, 2016
Consent Calendar:	REGULAR
Recommendation:	RECOMMENDED FOR FUTURE LEGISLATION

#### STATEMENT OF INTENT

The recent merger of the Racing and Charitable Gaming Commission into the Lottery Commission has raised many questions in regards to the regulation, oversight and revenues of the industry. Working in conjunction with the Lottery Commission, future legislation will be forthcoming to address not only these issues, but many other issues in the charitable gaming field.

Vote 19-0.

Rep. Gary Azarian FOR THE COMMITTEE

Original: House Clerk

#### REGULAR CALENDAR

Ways and Means

HB 1545-FN, relative to Lucky 7 tickets. RECOMMENDED FOR FUTURE LEGISLATION. Rep. Gary Azarian for Ways and Means. The recent merger of the Racing and Charitable Gaming Commission into the Lottery Commission has raised many questions in regards to the regulation, oversight and revenues of the industry. Working in conjunction with the Lottery Commission, future legislation will be forthcoming to address not only these issues, but many other issues in the charitable gaming field. Vote 19-0.

Original: House Clerk

HB-1545 Lucky 7 Hickets.

Relative to limits in table stakes poker

Recommend for future legislation

The recent merger of the charitable gaming and racing division into the lottery commission has raised many questions in regards to the regulation, oversight and revenues of the industry. Working in conjunction with the lottery commission, future legislation will be forthcoming to address not only these issues, but many other issues in the charitable gaming field.

Rep. Gary S. Azarian