

NATIONAL CONFERENCE of State Legislatures

The Forum for America's Ideas



Lottery Expansion January 24, 2014

Jonathan Griffin Fiscal Affairs Program





History of the Lottery

- New Hampshire was the first state to allow lottery in 1964
- First Multi-State lottery opened in 1985
- Instant games began in 1986
- MUSL is formed in 1988
- Wyoming launches lottery in 2013





Internet Sales



- Illinois began selling lottery tickets online in 2012
- Followed by Georgia and Kentucky
- Illinois recently launched a mobile app
- Small Business Concerns





Video Lottery

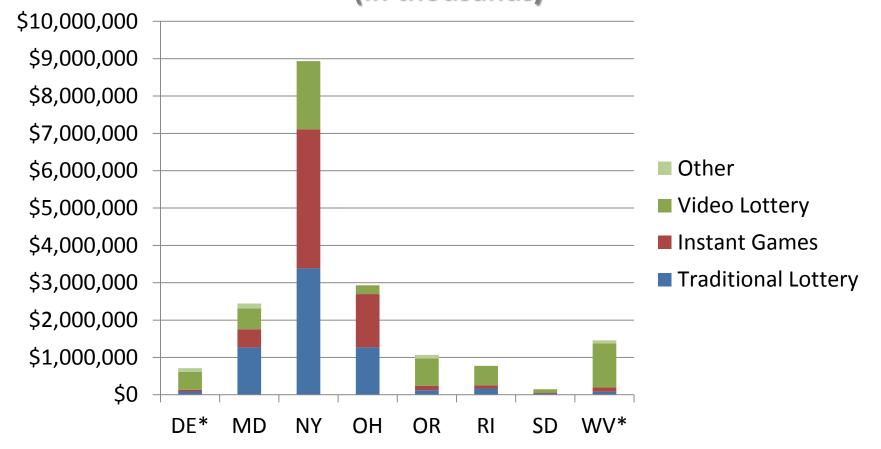
- Video Lottery began in South Dakota
- Now available through lotteries in eight states
- Video Lotteries account for high percentage of revenues







Lottery Revenue (in thousands)







Lottery Revenue (in thousands) \$3,500,000 \$3,000,000 \$2,500,000 Other \$2,000,000 Video Lottery \$1,500,000 Instant Games Traditional Lottery \$1,000,000 \$500,000 \$0

DE*

MD

OH

OR

RI

SD

WV*





Keno



- Keno operates similar to Bingo
- New York was the first state to authorize in 1988
- Sixteen Jurisdictions offer Keno
- Connecticut and Kentucky are most recent to allow Keno







- Idaho and Wisconsin prohibit lottery from operating Keno in constitution
- Legal opinions in other jurisdictions vary
- Nebraska allows it to be run on a local level, but not by state lottery
- New Hampshire considering Keno for 2014
- Keno operated in states with lottery and casino gaming





Lottery-Run Keno

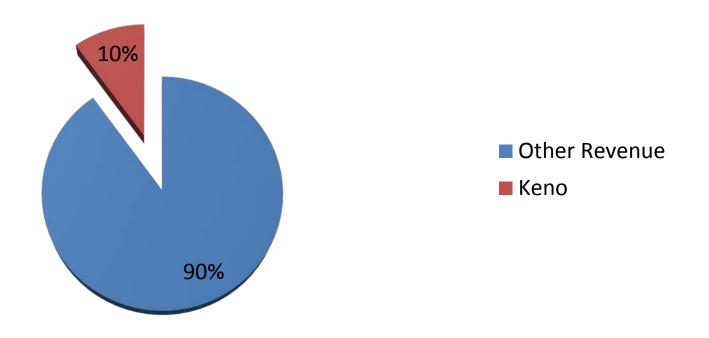
						DC
Notable Ct. Dec.	4					
Cons. Prohibited	2					
Allowed	16		Jan Mar			PR USVI
Other	1					PK OSVI
	Cons. Prohibited Allowed	Cons. Prohibited2Allowed16				





Keno Revenue by State (in thousands)

All States

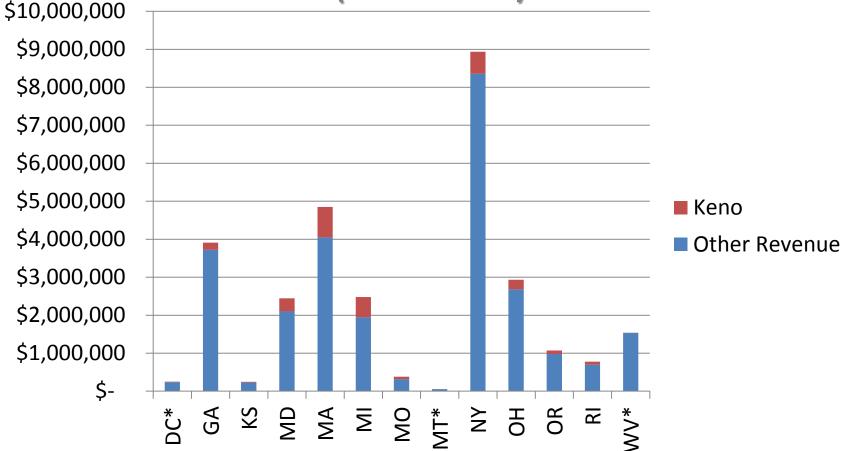






Keno Revenue by State

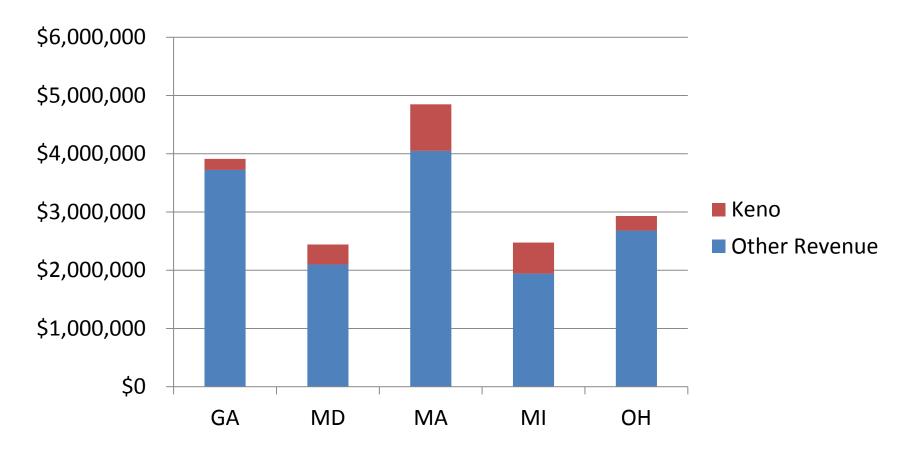
(in thousands)







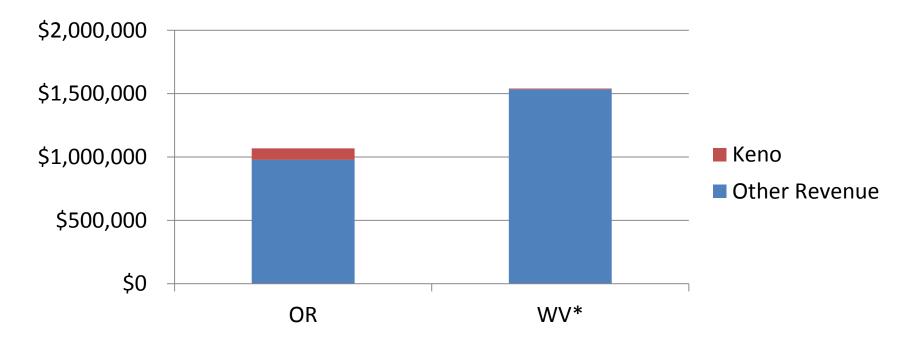
Keno Revenue by State (in thousands)







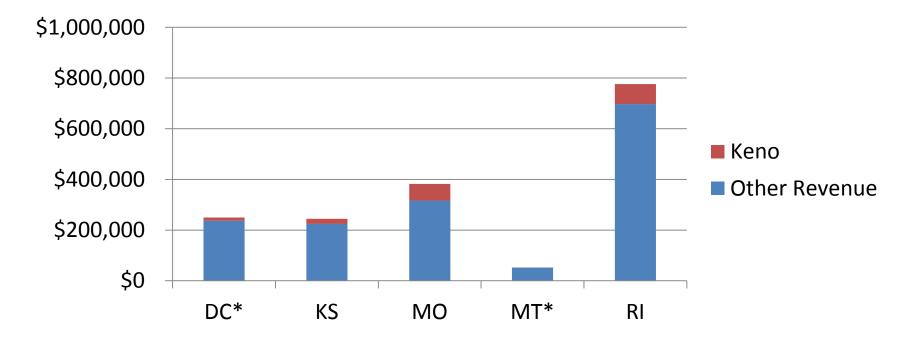
Keno Revenue by State (in thousands)







Keno Revenue by State (in thousands)

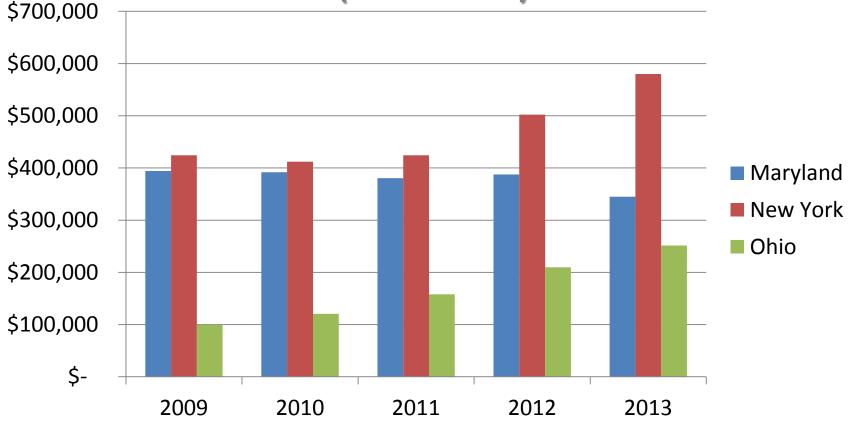






Keno Revenue by Year

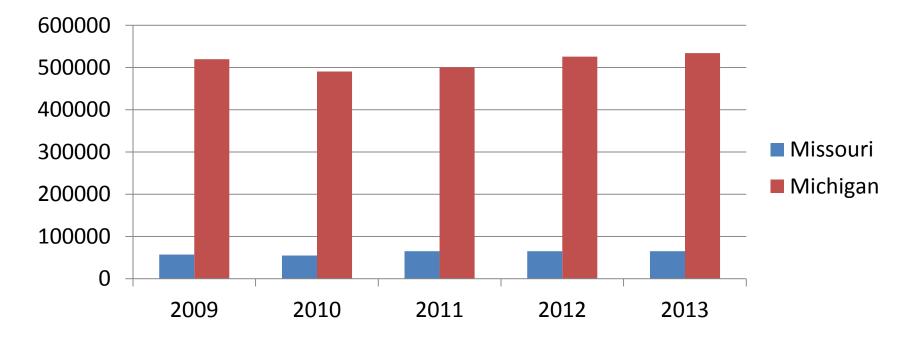
(in thousands)







Keno Revenue By Year (in thousands)





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Questions?

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