

Jan-Mar 2005

### Inside This Issue:

- CASH BONUS-1st
  Anniversary Promotion
  (Page 2)
- Meet the Lottery Staff ~ (Pages 2, 3)
- A Word from Lottery
  Director Chuck Keller
  (Page 3)
- Top 20 Retailers and Top 10 Power Play Retailers (Page 4)
- New Retailers (Page 4)
- Where Was the Jackpot Won? (Page 5)
- Easy Promotions (Page 5)
- Retailer Advisory Board (Page 6)
- 2004 Year In Review ~ Winners (Page 7)

Lottery Links is published quarterly and provided free of charge to licensed retailers, Lottery Advisory Commission members, Scientific Games, H2M, and other interested parties. Lottery Links is also available on the website at www.ndlottery.org.



# Can YOU Afford to Pay a Winning Ticket?

Imagine for a moment that a very excited lottery player comes to the Lottery Office with a ticket that is worth hundreds of thousands (or millions) of dollars! The Lottery's Security Officer takes the ticket and begins the validation process. All goes well ... until the very end.

The Security Officer checks the ticket stock serial number against the Retailer Ticket Stock Inventory Log. It doesn't match the retailer's issued ticket stock. Very confused and disappointed, the player has to leave without his money. The Lottery then investigates and learns that when the retailer had run low on ticket stock, it had turned to a friendly "neighbor," and had borrowed ticket stock from another retailer.

**Never borrow ticket stock from, or lend ticket stock to, another retailer.** The Multi-State Lottery Association, which operates the online lottery games offered in ND, has strict requirements regarding the validation of winning tickets. The Lottery is required to verify that the ticket stock number on the back of the winning ticket *is assigned and issued to the same retailer who sold the ticket*.

If a retailer sells a winning ticket on ticket stock assigned to a different retailer, the Lottery cannot pay the prize. If the Lottery cannot write the check, WILL YOU?

North Dakota Lottery (NDL) Administrative Rules, Section 10-16-03-07(e): A ticket is void unless the ticket is printed on a paper stock roll that was validly issued to and used by the retailer that sold the ticket.

To ensure compliance, the NDL has provided a Ticket Stock Inventory Log to every retailer. When a box of ticket stock (6 rolls) is received, write the box number on the Ticket Stock Inventory Log. Each time a roll from the box is placed in the terminal, record the roll's serial number and the two alpha characters above the number, along with the date and the clerk's or manager's initials, on the log. As you install the 4th roll, order more ticket stock - use the "special order" feature on the terminal.

All prizes over \$600 can be claimed at the North Dakota Lottery, located at the State Capitol Building in Bismarck, 600 East Boulevard Avenue, 17th Floor.



On March 25 the North Dakota Lottery will celebrate its one-year anniversary. What better way is there for the Lottery to celebrate than by giving your players a CASH BONUS!

For the entire month of March, the Lottery will be sponsoring a Cash Bonus celebration - a statewide promotion in which all 400 lottery retailers will be giving away instant cash (provided by the Lottery) to their players in increments of \$5, \$10 and \$20.

Between March 1-31, 2005, when players buy \$5 or more in Powerball, Hot Lotto, or Wild Card 2 tickets, they may hear the sound of a magic wand followed by, "This is Lady Luck and you're a Cash Bonus winner!"

The terminal will produce the player's normal ticket with the draw numbers, but lucky Cash Bonus winner tickets will also indicate the player is a Cash Bonus winner. After the game ticket is printed, a Cash Bonus coupon will print, showing how much the player has won.

The Cash Bonus coupons will be generated randomly among the 400 North Dakota lottery retailers.

# Watch for more details – coming in February!

# Meet the Lottery Staff



Eileen Walsh, Sales and Marketing Specialist

BS-Mass Communications/ Editorial Sequence; 20 years experience in marketing, including lottery marketing.

Eileen manages state-wide promotions, news releases, winner awareness, and web design.



Barb Masset, Accountant/Budget Specialist

Major in accounting and CPA, 12 years experience in accounting.

Barb manages weekly retailer invoices, EFT accounts and sweeps.

### A Word from Our Director



Chuck Keller, Lottery Director

As the Lottery gets ready to celebrate its first anniversary in March 2005, I want to thank you, our Lottery retailers, for helping us make the first year a great one. I am honored to be the first director of our state's Lottery. I am very pleased with the interest and performance of our 400 retail partners, and I appreciate the spirit, extra effort, diligence, and dedication of my co-workers in the Lottery.

As I reflect back, it has been an incredibly challenging and highly rewarding time. Our success is measured

in several ways. From March 25 through December 31, 2004, sales of lottery tickets were \$16.2 million - compared to the \$11 million originally projected for the entire 2003-05 biennium. We expect sales of \$22 to \$25 million this biennium - generating up to \$1.25 million for our retailers. In just the first 3 months, the Lottery earned \$1.432 million in general fund revenue - more than the amount that was originally projected for the whole 2003-05 biennium.

The Lottery also received Batchy Finalist awards at the North American Association of State and Provincial Lotteries' (NASPL) Annual Fall Conference for the Lottery's "Goofy Dance" television advertisement and "Live it Up" musical jingle for television or radio. The Batchy awards are presented to NASPL members for outstanding advertising achievements. We plan to emphasize the "Lady Luck" theme more in our promotions.

We are lucky at the North Dakota Lottery. We serve the greatest state and earn general fund revenue that benefits all North Dakota citizens.

My goal as the director is simple – to make the North Dakota Lottery the best! I look forward to another year that promises to be fun, exciting, and rewarding for the Lottery and our retailers. Please feel free to contact me or the Lottery staff with your questions or concerns.

Chuck Keller

## Meet the Lottery Staff



Danielle Schaefer, Administrative Staff Officer

BS-Management; 11 years experience in administration and management.

Danielle manages retailer applications and licensing, general Lottery Law and Rules questions, and the *Lottery Links* newsletter.



Julie Thompson, Security Officer

BS; Licensed Law Enforcement Officer; A former police officer with over 17 years experience in investigations.

Julie manages the network security, theft and fraud investigations, and retailer credit requests. Questions about operating the Lottery Terminal? Call Scientific Games Help Desk at 1-866-719-2699.

### Top 20 Retailers\*

- 1. M&H Gas 322 Main St E Mandan
- 2. Dan's Super Market #3 835 S Washington St Bismarck
- 3. Dan's Super Market #2 3101 N 11th St Bismarck
- 4. Harley's Conoco 1514 16th St SW Minot
- 5. M&H Gas 25 Burdick Expressway Minot
- 6. Barlow's Miracle Mart 1620 S Broadway Minot
- 7. Hornbacher's Southgate 1532 32nd Ave S Fargo
- 8. Simonson Station Store 1310 S Broadway Minot
- 9. Hornbacher's Village West 4101 13th Ave S Fargo
- 10. Hornbacher's North Port 2510 Broadway N Fargo
- 11. Expressway Amoco 919 S Washington St Bismarck
- 12. Sooper Stop 620 Sheyenne St West Fargo
- 13. M&H Gas 325 1st Avenue S Jamestown
- 14. B & J Tesoro 406 N 6th St Bismarck
- 15. Hugo's #8 1750 32nd Ave S Grand Forks
- 16. Stamart 1120 E Divide Ave Bismarck
- 17. Barlow's Arrowhead 1600 2nd Ave SW Minot
- 18. Farmers Union Oil 1st Ave E Velva
- 19. Simonson Station Store 1011 E. Main Ave Bismarck\*\*
- 20. Ruthville Store 102 128th Ave NW Minot

# Top 10 "Power Play" Retailers\*

- 1. Huber's Corner, Westhope (52.40%)
- 2. Fitterer Gas & Oil, Flasher (49.69%)
- 3. Bingorama, Minot (45.55%)
- 4. Jollie's Supermarket, Belcourt (43.62%)
- 5. Cenex of Parshall, Parshall (43.49%)
- 6. Ladots, Belcourt (42.78%)
- 7. Sherwood Grocery, Sherwood (41.24%)
- 8. Town and Country Standard, Rolette (40.57%)\*\*
- 9. Farmers Union Oil, Towner (39.66%)
- 10. Garrison Bay Express, Garrison (39.44%)\*\*
- \* As of January 1, 2005
- \*\* New to the list

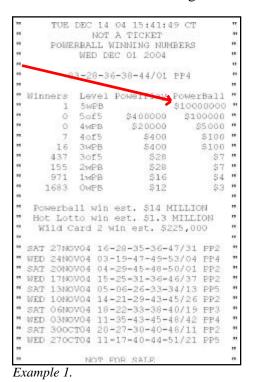
### New Retailers

Farmland Co-op - Oakes Northwood Co-op - Northwood University Station - Grand Forks

Welcome!

### Where Was the Jackpot Won?

The Winning Numbers report has been changed to make it easier to find out! If a ND player wins the jackpot, the Powerball column will show the prize amount (see example 1, below). If the jackpot is won in another state, the Powerball column shows the winning state(s) (see example 2). Hot Lotto and Wild Card 2 games are report in the same manner.





Example 2.

### Lucky Sellers

#### \$10,000 Powerball/Power Play

November 18: South Broadway BP Amoco, Minot

#### \$5,000 Powerball

November 3: Blue Line Club, Grand Forks

December 4: M & H Gas, Wahpeton

December 8: Stamart Travel Center, Fargo

#### \$5,000 Wild Card 2

November 13: Stop-N-Go, West Fargo

November 24: Simonson Station Store, Bismarck

December 4: Sunmart, West Fargo

December 18: M & H Gas,

Mandan

December 29: Gas Stop, Minot

### Easy Promotions:

This is the first of a series on ideas for retailer promotions. These easy and inexpensive ideas will work at any retail location:

- Wear the Jackpot Alert stickers. One store clerk told us, "I sell more lottery tickets from wearing the stickers than anything else we do."
- Have the lottery terminal in a visible location; it helps remind people to buy a ticket. This is the same concept as putting gum next to the cash register.
- A newspaper ad is a great way to get the word out that you are a lottery retailer. Incorporate the ND Lottery logo on any sales ad.
- Educate your staff about all games and promotions. This will help them cross-sell the games.
- AmeriPride and Dust-Tex offer "Lottery Sold Here" mats for store entrances.

# Retailers must be in compliance with the ADA to remain a North Dakota Lottery retailer in good standing.

### Retailer Advisory Board

The Lottery has created the Retailer Advisory Board to serve as a "front line" retailer/player advisor to the lottery. The Board's duties include assisting with upcoming promotions, ideas for marketing, retailer training, newsletter and website content, and advising the Lottery on retailer and player concerns.

Many retailers expressed an interest in being on the Board. Board members were chosen from all four regions of the state and represent a mix of corporate C-Stores, Grocers and sole proprietors. Members will initially serve a two-year term, volunteering their time and expenses.

The 2005-2007 Advisory Board Members are:

#### Region 1 – Minot Area

Scott Abernathy, Superpumper, Minot, 701-852-0061 George Gottbreht, Dale's Truck Stop, Dunseith, 701-244-5491 Darla Jost, J's Stop N Go, Burlington, 701-838-6059

#### Region 2 - Grand Forks Area

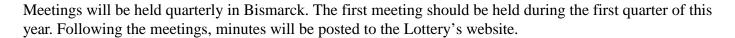
Sherri Erickson, Leever's, Grand Forks, 701-795-2578 Mike DeSautel, Wally's Supermarkets, Grafton, 701-352-0770



Lee Fitterer, Fitterer Oil, Flasher, 701-597-3914 Don Heidt, DJ's Amoco, Dickinson, 701-483-5724 LaRayne Haakenson, Stamart Travel Center, Bismarck, 701-222-1675 Kevin Lander's Conoco, Bismarck, 701-255-2744

#### Region 4 – Fargo Area

Craig Lemieux, Hornbacher's, Fargo, 701-280-1999 Gordy Evenson, Gordy's Grill & Fill, Lisbon, 701-683-4253 Daniel Neumann, Dan's Sooper Stop, Jamestown, 701-252-3927



If you have any suggestions or questions, please contact the Lottery office or one of the Board members representing your region.



Retailers should try to sell "mistake" or "reconsidered" tickets to other players before the draw, rather than require cashiers pay for these tickets. It may cause a financial hardship to many cashiers.

### The Year In Review







BIG!









Clockwise from top left: Sanborn-Eckelson Birthday Club - \$100,000 (Cenex, Valley City); Delores Renner, \$5,000 (Simonson's, Dickinson); Maynard Sandberg, \$25,000 (Econo Stop, Minot); John Holmgren, \$5,000 (Stamart Travel Center, Fargo); Jared Dalen (for employee group), \$5,000 (Hornbacker's, Fargo); brothers Terry & Tom Haluzak, \$5,000 (M & H Gas, Mandan); Cynthia Ehni, \$5,000 (Little Mart, Harvey); and Beverly Bonzer, \$10,000 (Leevers, Devils Lake); and Ken Gustafson, \$5,000 (Sun Mart, West Fargo).

#### **Other Winners** (not pictured)

Bruce Anderson, \$5,000 (Sun Mart, West Fargo) Lee Montgomery, \$5,000 (Laffen's Food & Gas, Fargo) Sheryll Ford, \$10,000 (Kum-n-Go, Bowman) Dale Viken, \$5,000 (Gateway Amoco, Grand Forks) Employee Group, \$5,000 (Blue Line Club, Grand Forks) J. Blair, \$5,000 (Stop-N-Go, West Fargo) Wayne Gorder, \$5,000 (M & H Gas, Wahpeton)



Office of Attorney General Lottery Division 600 East Boulevard Avenue Dept. 125 Bismarck, ND 58505-0040

(701) 328-1574 1-877-NDLOTTO (635-6886) FAX (701) 328-1580

The Lottery's Promise: To provide the highest quality service to retailers.

### Retailer Sales Commissions

Through December 31, 2004, the total sales of lottery tickets were \$16,189,246. This equates to retailer commissions of \$809,462.30.