TO: Maryland Lottery and Gaming Control Commission Gordon Medenica, Director

FROM: John Gorman, Managing Director and Chief Marketing Officer
DIVISIONS: Product Development and Creative Services
DATE: $\quad$ May 14, 2018
SUBJECT: Report for the May 2018 Commission Meeting
Following is a status update of ongoing and special projects in Product Development and Creative Services.

1. Product Development
a) Instant Ticket Products and Promotions
i. Key accomplishments last period:
2. April Instant Ticket Launch $(4 / 23 / 18)$ :
a. \$1-Double Doubler
b. \$5-Cash Craze Doubler
c. $\$ 10$ - Willy Wonka Golden Ticket ${ }^{\text {TM }}$
3. Game Closing Activity:

| Game | Price | Game Name | Total Sales | Prize Expense | Gross Margin | Final Claim Date |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 275 | $\$ 3$ | Diamond Bingo | $\$ 7,543,452.00$ | $\$ 5,069,954.52$ | $\$ 2,473,497.48$ | $4 / 9 / 2018$ |
| 276 | $\$ 10$ | Bingo Gold | $\$ 12,440,040.00$ | $\$ 9,317,589.96$ | $\$ 3,122,450.04$ | $4 / 9 / 2018$ |
| 300 | $\$ 10$ | The Big $\$ 10$ Ticket | $\$ 19,609,740.00$ | $\$ 14,683,773.54$ | $\$ 4,925,966.46$ | $4 / 9 / 2018$ |
| 302 | $\$ 1$ | Refund Check | $\$ 3,733,609.00$ | $\$ 2,243,525.91$ | $\$ 1,490,083.09$ | $4 / 9 / 2018$ |
| 305 | $\$ 1$ | $5 x$ The Cash | $\$ 4,020,153.00$ | $\$ 2,415,710.16$ | $\$ 1,604,442.84$ | $4 / 9 / 2018$ |
| 307 | $\$ 5$ | $20 x$ The Cash | $\$ 23,019,000.00$ | $\$ 16,575,856.09$ | $\$ 6,443,143.91$ | $4 / 9 / 2018$ |

3. Multiplier Madness second-chance contest: The final drawing was held $5 / 1 / 18$, over 8.5 million entries were submitted.
4. Home Run Riches second-chance contest: The second drawing was held 4/24/18; 179,613 entries were submitted.
5. Marilyn Monroe ${ }^{T M}$ second-chance contest: The first of five drawings was held $4 / 24 / 18,133,518$ entries were received.

## ii. Upcoming tasks for this period:

1. May Instant Ticket Launch, Jackpot Family of Games (5/21/18):
a. \$1-\$2,000 Jackpot
b. \$2-\$20,000 Jackpot
c. \$5-\$100,000 Jackpot
d. \$10-\$200,000 Jackpot
2. Home Run Riches second-chance contest: The third drawing will be held $5 / 29 / 18$; to date, 103,344 entries have been received.
3. Marilyn Monroe ${ }^{T M}$ second-chance contest: The second of five drawings will be held $5 / 22 / 18$; to date, 79,401 entries have been received.
4. Willy Wonka Golden Ticket ${ }^{\text {TM }}$ BILLION DOLLAR CHALLENGE ${ }^{\text {TM }}$ second-chance contest: The first drawing for the BILLION DOLLAR CHALLENGE will be held 5/29; to date, 364,798 entries have been submitted.

## b) Draw and Monitor Game Products and Promotions

i. Key accomplishments:

1. Powerball Power Cruise: Two drawings have been held so far in the Powerball Power Cruise promotion, awarding cruise trip vacation packages to four winners each (eight total). Power Cruise 2 is out-performing Power Cruise 1 in the monitored key performance indicators: the active player count is up more than $68 \%$ and the tickets entered count has seen a $13 \%$ increase year over year.
2. Racetrax $\$ 6$ for $\$ 5$ promotion: The Racetrax $\$ 6$ for $\$ 5$ promotion began on $4 / 30$ and will continue through the Triple Crown horseracing season, ending on $6 / 10 / 18$.

## 2. Creative Services

a) Traditional Advertising
i. Key accomplishments:

1. Willy Wonka Golden Ticket ${ }^{\text {TM: }}$ : All TV, radio, digital, and out-of-home creative is complete. Willy Wonka advertising began on $4 / 30$ and will conclude on 6/17.
2. OLD BAY: Selected the creative direction for the OLD BAY television and radio commercials. A comprehensive media plan was developed for the launch of OLD BAY. The plan includes TV, radio, out-of-home, digital and social; the plan will begin on $7 / 2$ and continue through $8 / 19$.
3. Powerball - Jackpot Support: Supporting the current Powerball jackpot with radio and digital outdoor; ad support began on 5/11.
4. Ravens: Finalized 2018 advertising sponsorship with the Baltimore Ravens. Kicked-off the creative development for this year's $\$ 2$ and $\$ 5$ Ravens scratchoff games.
5. Jackpot Bulletins: Installed new vinyl backings and new digital jackpot display boxes on two jackpot bulletins. Installation for the other four bulletins will occur in May/June.
6. University of Maryland: Renewed advertising sponsorship agreement with the University of Maryland for the 2018-2019 Football and Basketball seasons.
7. Out-of-Home Contracts: Secured annual (2018-2019) contracts for permanent jackpot bulletins, jackpot metro dioramas, and digital bulletins in Baltimore.
ii. Upcoming tasks:
8. Willy Wonka ${ }^{T M}$ : Finalize a few remaining radio station promotions.
9. OLD BAY: Move forward with production of the OLD BAY creative elements. Finalize and purchase all media.
10. Ravens: Work with GKV to develop creative materials for the Ravens 2018 sponsorship.
11. Sponsorship Agreements: Continue working with the Washington Redskins, Morgan State University, and Towson University to reach agreements for the 2018-2019 season.

## b) My Lottery Rewards

i. Key accomplishments:

1. Engagement with the program continues to grow, with a $21 \%$ year over year increase in the value of tickets entered.
2. Program registrations hit a 3 -year high with 12,892 new members in April.
3. Development of program changes continues. The new program is on schedule to launch in mid-to-late June.
4. Implemented and/or maintained four second chance and two points-fordrawings promotions during the month of April.
ii. Upcoming tasks:
5. Monitor Dormant Account email program.
6. Continue working with SGI to finalize the program changes and begin testing the new site.

## c) Web/Digital/Social Media

i. Key Accomplishments:

1. Launched the Willy Wonka and Powerball Power Cruise digital and social campaigns.
2. Promoted the Marilyn Monroe scratch-off and second-chance contest, Powerball Power Cruise second-chance promotion, Home Run Riches scratch-off and second-chance contest and various winners' stories via social media and web assets.

## ii. Upcoming Tasks:

1. Continue development of the new mdlottery.com website and MLGCA/Gaming combined website.
2. Promote the Warehouse Dash event with teaser posts and a Facebook live video.
3. Create digital plans to promote the OLD BAY scratch-off.

## d) Research

1. Fieldwork for Wave 5 of the Attitude and Usage Tracking Study is complete. The Lottery received preliminary results to help market the OLD BAY scratch-off game. Complete findings and analysis will be available in midJuly.
2. The annual Retailer Satisfaction research will go into the field in late June.
