# **Maryland Lottery and Gaming Control Agency**

Larry Hogan, Governor • Gordon Medenica, Director

Montgomery Park Business Center 1800 Washington Blvd., Suite 330 Baltimore, Maryland 21230



Tel: 410-230-8800 TTY users call Maryland Relay www.mdlottery.com

TO: Maryland Lottery and Gaming Control Commission

Gordon Medenica, Director

FROM: Leo Mamorsky, Managing Director and Chief Marketing Officer

DIVISIONS: Product Development and Creative Services

DATE: September 11, 2018

SUBJECT: Report for the September 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:

- 1. August Instant Ticket Launch (8/27/18):
  - a. \$2 Heads or Tails
  - b. \$5 Deluxe Crossword
  - c. \$10 Win \$50 or \$100
- 2. Game Closing Activity:

Game	Price	Game Name	Total Sales	Prize Expense	Gross Margin	Final Claim Date
304	\$5.00	All Cash No Taxes	\$15,506,920.00	\$11,163,259.27	\$4,343,660.73	7/16/2018
311	\$10.00	\$250,000 Jackpot	\$19,220,290.00	\$14,426,742.39	\$4,793,547.61	7/16/2018

- 3. *Home Run Riches* second-chance contest: The sixth and final drawing was held on 8/28; 97,337 entries were received.
- 4. Ravens second-chance contest: The first drawing was held 8/14; 695,785 entries were received, which translates to 171,398 tickets entered (53,735 \$2 Ravens X5 and 117,663 \$5 Ravens X10).
- 5. Willy Wonka Golden Ticket™ BILLION DOLLAR CHALLENGE™ second-chance contest: The fourth drawing was held 9/11/18; 110,081 tickets were entered, translating to 339,839 completed entries.

## ii. <u>Upcoming tasks for this period</u>:

- 1. September Instant Ticket Launch (9/24/18):
  - a. \$1 *Trip 7s*
  - b. \$5 *Maryland 7s*
  - c. \$10 All The Money
  - d.  $$20 Monopoly^{TM}$
- 2. Willy Wonka Golden Ticket™ BILLION DOLLAR CHALLENGE™ second-chance contest: The fifth drawing will be held 10/15/18.
- 3. *Ravens* second-chance contest: The second drawing was held on 9/18/18; as of 9/10, 914,332 entries had been submitted.

# **Maryland Lottery and Gaming Control Agency**

Larry Hogan, Governor • Gordon Medenica, Director

Montgomery Park Business Center 1800 Washington Blvd., Suite 330 Baltimore, Maryland 21230



Tel: 410-230-8800 TTY users call Maryland Relay www.mdlottery.com

#### b) Draw and Monitor Game Products and Promotions

## i. Key accomplishments:

1. Monitor Game Promotions, Keno Sprinkler and Racetrax \$6 for \$5: These two promotions are player favorites – the Keno Sprinkler and the Racetrax \$6 for \$5 promotions began on 8/13 and ran through 9/9/18.

#### 2. Creative Services

### a) Traditional Advertising

## i. Key accomplishments:

- 1. *Ravens*: All elements of the Ravens campaign are in-market. The TV began on 9/3 and will continue through 9/30; digital outdoor will run through late September and social media will run through October. The Ravens team sponsorship began with the pre-season and will continue through the regular season.
- 2. Win \$50 or \$100: The digital and social media began on 9/3 and will continue through October. All digital and social creative is complete.
- 3. *Maryland 7s*: The *Maryland 7s* media plan was approved and will begin running on 10/1; the media plan includes TV, radio, out-of-home, digital and social media. All of the creative is either in development or in production and will be complete in the coming weeks.
- 4. *Holiday 2018*: The Lottery began campaign development with its creative and media agencies. Completed the *Holiday Warehouse Dash* point-of-sale.
- 5. *Mega Millions Jackpot Support*: To support the growing jackpot, the Lottery began radio and digital outdoor advertising on 9/10.
- 6. *Sport Sponsorships*: All of the Lottery's sports sponsorships are finalized and will begin at the start of the respective football seasons.

#### ii. Upcoming tasks:

- 1. *Maryland 7s*: Complete production of the *Maryland 7s* television and radio commercials and to release the out-of-home art to printers.
- 2. *Holiday 2018*: Reviewed agency recommendations for the various creative elements for *Holiday* scratch-offs advertising the week of 9/10 and the media plan the week of 9/17.
- 3. *FY'19 Planning*: Determine which product initiatives will receive advertising support during the second half of FY'19 (January June) and the level of support appropriate for each initiative selected.
- 4. *Sports Sponsorships*: Continue to monitor the various sponsorships and update creative materials as needed.

# b) Web/Digital/Social Media

### i. Kev Accomplishments:

1. Promoted the *Win \$50 or \$100* scratch-off, the *Ravens Multiplier* scratch-offs, Lottery activities at the Maryland State Fair and various winners' stores via social media and web assets.

# **Maryland Lottery and Gaming Control Agency**

Larry Hogan, Governor • Gordon Medenica, Director

Montgomery Park Business Center 1800 Washington Blvd., Suite 330 Baltimore, Maryland 21230



Tel: 410-230-8800 TTY users call Maryland Relay www.mdlottery.com

2. Promoted the *Ravens Multiplier* second-chance contest winners' shopping spree at the Ravens store throughout all social channels.

## ii. <u>Upcoming Tasks:</u>

- 1. Continue to work towards finalizing the new <u>mdlottery.com</u> and <u>mdgaming.com</u> websites and prepare for launch.
- 2. Execute social and digital plans for the *Ravens Multiplier* and *Maryland 7s* scratch-offs.
- 3. Work with GKV to develop digital and social plans for the *Holiday* scratch-offs and second-chance contest.

## c) My Lottery Rewards

#### i. Kev accomplishments:

- 1. Program highlights:
  - (1) Player engagement continued to grow in August, with a 19% year-overyear increase in the value of tickets entered.
  - (2) The value of all tickets entered into the program during August reached a program high of \$35.6M.
  - (3) The value of draw game tickets entered into MLR in August grew to more than \$20M for the first time.
  - (4) The \$5 *Ravens Multiplier* was the scratch-off game most entered by *MLR* members in August.
- 2. Worked with SGI to finalize scheduled program changes; began review and testing of new site.
- 3. Implemented and/or maintained four second-chance promotions and five points-for-drawings promotions during the month of August.

#### ii. **Upcoming tasks:**

- 1. Complete testing for new MLR website and mobile app in advance of program launch.
- 2. Begin player communication of upcoming program changes; pre-launch email, website and LIMS graphics and social media posts.
- 3. Provide detailed demonstration of new program to key internal departments.
- 4. Provide information requested to support internal audit of MLR program.

### d) Research

1. Review top line results from Wave 6 of the Ipsos Consumer Tracking Study and prepare to share with group.