Fiscal Analysis PROHIBITION ON LOTTERY TICKET VENDING MACHINES



Bill/Sponsor HOUSE BILL 4144 As Introduced, Rep. Jacob W. Jr. Hoogendyk

House Committee Regulatory Reform

Analysis Summary

House Bill 4144 would amend the McCauley-Traxler-Law-Bowman-McNeely Lottery Act to prohibit the sale of lottery tickets or shares through vending machines.

Fiscal Impact

The Bureau of Lottery began installing instant ticket vending machines (ITVMs) with licensed lottery sales agents in March 2003. The Bureau estimates that by September 2003 a total of 230 machines will have been installed, providing an estimated return to the School Aid Fund of \$409,500 for FY 2002-03. An estimate of full-year implementation revenues for FY2003-04 to the School Aid Fund is approximately \$4.2 million. Demand for this type of lottery ticket distribution may dictate the number of machines used in the future. The prohibition as stated in HB 4144 may not allow the School Aid Fund to receive an additional \$4.2 million annually as estimated.

Analyst(s)

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COMMITTEE ANALYSIS - 3/24/03