

















June/July 2013

RoundUp

June/July 2013

Email questions or comments about *RoundUp* to: roundup@lottery.state.tx.us

> **Editor: Roger Prather**

Graphic Designers: Coleen McKechnie & Karen Guzman

Published by the **Texas Lottery Commission**

> Headquarters: 611 E. 6th Street Austin TX 78701

Mailing Address: PO Box 16630 Austin TX 78761-6630

Retailer Services Hotline: 1-800-375-6886

(Select Option 3, then Option 2 for licensing or accounting questions.)

Available 7 a.m. - 5:30 p.m. Central Time Monday - Friday

> **GTECH Hotline:** 1-800-458-0884

(For equipment problems or to order tickets.)

> Available 24 hours, 7 days a week

> > Website: txlottery.org

Table of Contents

| NEW DUAL JACKPOT BILLBOARDS 2 | | | | | |
|---|---|--|--|--|--|
| STAR TREK [™] SCRATCH-OFF | | | | | |
| RETAILER SPOTLIGHT | | | | | |
| ALL OR NOTHING [®] TOP RETAILERS | 7 | | | | |
| ESMM WINNER AWARENESS8 | REMEMBER! | | | | |
| RETAILER INCENTIVE PROGRAMS9 | If you find your retailer ID number hidden in this issue of <i>RoundUp,</i> you can receive a prize | | | | |
| RETAILER SURVEY 10 | package of Texas Lottery promotional items! To claim your prize, call 1-800-37-LOTTO. | | | | |
| FAQS11 | You must call by July 31, 2013. | | | | |



The Texas Lottery is pleased to announce that outdoor jackpot billboards across the state are being converted to dual jackpot billboards. All 123 billboards will now feature jackpot amounts for both Mega Millions® and Powerball®. This new approach allows the Texas Lottery to more effectively communicate the current jackpots for both games to a broader audience.

Jackpot billboards have always played an important part in making sure on-the-go Texans are aware of jackpot amounts as a part of their daily routines. By adding both games to every billboard, we anticipate jackpot and brand awareness to increase for Mega Millions and Powerball. POWERSAL

Real-time jackpot amounts are transmitted to each billboard by Rich Site Summary (RSS) website feeds, ensuring the most up to date information in all markets. []23824] Installation

of the new dual jackpot billboards began in March and is planned for statewide completion by August 31. So keep your eyes out for two big jackpot amounts on those new billboards!

•

William Shatner and Fans Help + Daurch Star Trek ticket!

To kick-off our new \$3 *Star Trek*[™] scratch-off game, the Texas Lottery[®] was joined by the legendary William Shatner, Star Trek[™] fans and media for an event at the Dallas Convention Center on March 30.

The Texas Lottery promoted the event as an opportunity to attempt a Guinness World Record by having the most people dressed as Star Trek[™] characters at one event. In all, 561 costumed attendees were counted as part of the record attempt, though many more fans attended to enjoy some of the event's other activities.

"Star Trek[™] is a cultural phenomenon that has been popular for nearly 50 years. The brand is iconic and we are pleased to be associated with this legendary franchise. With millions of Star Trek[™] fans around the world, we expect this to be a successful game for the Texas Lottery," said Gary Grief, executive director of the Texas Lottery Commission.

Event attendees had the opportunity to play for a chance to win up to \$50,000 or a trip to the Star. TrekTM convention in Las Vegas in two separate promotional drawings. The event also included live DJ music, the chance to experience the Star TrekTM Conquest Wii game and the opportunity to purchase the new \$3 *Star Trek*TM scratch-off game before it officially went on sale April 1.

"This gives a lot of money to the educational system in the state. You take a chance of winning a lot but even your few dollars if you don't win go to the greatest cause of all and that's the education of the young," said Mr. Shatner.

The *Star Trek*[™] scratch-off game offers cash prizes up to \$50,000. Players can enter nonwinning tickets into promotional secondchance drawings for a chance to win a replica of the U.S.S. Enterprise[™] NCC-1701 measuring 32" in length. This replica is a limited-edition item valued at \$6,819 and comes with a Certificate of Authenticity. Each drawing will also award 521 Star Trek[™] merchandise prize packs full of exciting, collectible Star Trek[™] branded items.



Texas Lottery Commission Executive Director Gary Grief and William Shatner introduce the new Star Trek[™] scratch-off ticket.

AR TREK

TEXAS LATTER

Retailer Spotlight

SNS Express Passion for selling lottery pays off!

SNS Express in **Crockett** has been enthusiastically promoting the *Games of Texas* since March 2007. Owner Ishfaque Aliraza Seehar is passionate about the Texas Lottery and his excitement is evident once you begin talking to him. SNS Express has 128 slots that create a "wall" of scratch-off tickets. When entering the store it is impossible not to do a double take at the immense display. [597222] The wall offers every scratchoff price point from \$1 to \$50, and many of the most popular \$5, \$10 and \$20 games are double-faced. Spotlight games like *10X Mega Money* and *Cashword O Rama* are triple-faced. Mr. Seehar's goal is to have every scratch-off game available for sale. This vast selection and game availability is one of the appealing features to SNS Express's regular and loyal customers.

SNS Express averages more than \$10,000 a week in total sales and that number continues to grow each

day. Mr. Seehar expects his staff to keep all 128 slots full at all times, recognizing an empty slot is not generating revenue. Alongside the wall of scratch-offs sits a playstation along with a Check-a-Ticket and ESMM display. The equipment is strategically placed in the front of the store to gain customers' attention and create a designated lottery area. [15]4]]] Mr. Seehar also takes advantage of displaying any POS his LSR provides, such as curb signs and coroplast signs.

Mr. Seeher emphasizes the importance of customer service and product knowledge to his employees. Clerks offer excellent customer service and never let a customer leave the store without first asking if they would like to purchase a scratch-off or draw game ticket. Staff also reminds players that the store validates and pays winning tickets up to \$599. Mr. Seehar recognizes that players who cash out winning tickets are likely to reinvest their winnings in more tickets.

> SNS Express takes advantage of the many promotions that the Texas Lottery has to offer. Recently, the store won two free packs of the \$2 *Weekly Grand* scratch-off from the *10X Mega Money* Retailer Pack Settlement Promotion and always strives to reach their Retailer Cash Incentive goal. Mr. Seehar hopes to someday sell a top-prize winning jackpot game ticket to a lucky player, recognizing it will result in a substantial retailer bonus!

> > []52220] The wall of tickets, a friendly and engaging staff and effective merchandising makes SNS Express a lottery destination players come back to again and again.

Owner Ishfaque Aliraza Seebar stands in front of bis "wall" of tickets



Retailer Spotlight

DD's Express Mart The Personal Touch is Key

Excellent customer service is what keeps customers coming back to play the lottery at DD's Express Mart in College Station.

Manager Don Nguyen and his team maintain 24 instant ticket bins on the counter and average \$10,500 a week in total sales! The staff knows the regular players by name and their favorite games. This information and personal interest in their customer base allows the clerks to engage the players and introduce them to new games they might like. []46348] This is exactly what happened with the launch of *Texas Lottery*[®] *Black* when a clerk suggested this new game to one of their customers, who then purchased two tickets. On the second ticket, the player won the first of six \$1 million top prizes in the game! Don is always eager to promote lottery sales by conducting Spin & Win promotions and second-chance drawings. [32273] He likes to keep his customers engaged by participating in store promotions and giving players more opportunities to have a winning experience at his store.

DD's Express Mart doesn't focus just on scratch-offs. They also promote draw games by keeping players aware of the numbers drawn throughout the day and reminding players of the current jackpot amounts for a chance to win big. [225485] For this retailer, constant communication with his customers and asking for the sale are what makes his lottery business thrive.





Since the launch of the unique *All or Nothing* game last September 9, sales have been going strong! Below is a list of the top 50 retailers in *All or Nothing* sales from launch through April 22.

| Rank | Location ID | Location Name | Location City | All or Nothing Sales | | | |
|------|-------------|--------------------------------|------------------|----------------------|--|--|--|
| 1 | 156981 | D & N Grocery | Tyler | \$167,448.00 | | | |
| 2 | 156570 | Super K Corner Store | \$64,914.00 | | | | |
| 3 | 114212 | Stop N Drive | \$51,146.00 | | | | |
| 4 | 148558 | Rudy's Stop & Shop | Rosenberg | \$49,870.00 | | | |
| 5 | 140033 | Quick Track | Bedford | \$47,362.00 | | | |
| 6 | 153705 | Town & Country C S | McAllen | \$43,348.00 | | | |
| 7 | 173268 | E-Z Way Market | Azle | \$41,210.00 | | | |
| 8 | 109395 | N-W Liquor Store and Cleaners | Houston | \$37,242.00 | | | |
| 9 | 153481 | Smart Stop Food Store | Houston | \$30,250.00 | | | |
| 10 | 132651 | Potranco Food Mart | San Antonio | \$29,794.00 | | | |
| 11 | 174478 | New Way | Van | \$29,292.00 | | | |
| 12 | 122714 | Diamond Convenience Store | Keller | \$27,546.00 | | | |
| 13 | 120056 | Freddie's C & C Grocery | Houston | \$26,576.00 | | | |
| 14 | 210505 | Fiesta Mart #14 | Houston | \$26,072.00 | | | |
| 15 | 106246 | Hampton Texaco - 1st Term | Dallas | \$25,924.00 | | | |
| 16 | 135934 | Quick Way Corner Store | Irving | \$25,494.00 | | | |
| 17 | 152989 | A-Stop Grocery | Copperas Cove | \$25,340.00 | | | |
| 18 | 100009 | Coys Discount Foods | Vernon | \$25,318.00 | | | |
| 19 | 173887 | Pittman's Quick Mart | Corpus Christi | \$25,104.00 | | | |
| 20 | 126336 | Mobil Mart | Converse | \$24,780.00 | | | |
| 21 | 252841 | Timewise Food Store #4401 | Houston | \$24,450.00 | | | |
| 22 | 133838 | Leopard Food Mart | Corpus Christi | \$23,882.00 | | | |
| 23 | 210507 | Fiesta Mart #18 | Houston | \$23,762.00 | | | |
| 24 | 205806 | Food Town #208 | Deer Park | \$23,750.00 | | | |
| 25 | 111582 | E-Z Stop Convenience | Del Rio | \$23,126.00 | | | |
| 26 | 155235 | The Texan #3 | Yorktown | \$22,420.00 | | | |
| 27 | 104833 | Adrian's Drive In Grocery | Alice | \$22,350.00 | | | |
| 28 | 143167 | Speedy Bee #3 | Duncanville | \$22,258.00 | | | |
| 29 | 157272 | One Stop | Missouri City | \$21,624.00 | | | |
| 30 | 151338 | New M&M Food | Hitchcock | \$21,348.00 | | | |
| 31 | 138887 | Super K-F Store | Houston | \$21,166.00 | | | |
| 32 | 154528 | Three Star Mart #1 | Balcones Heights | \$21,136.00 | | | |
| 33 | 147909 | Carrizo Meat Market | Carrizo Springs | \$20,800.00 | | | |
| 34 | 146118 | Scotties Forney | Forney | \$20,770.00 | | | |
| 35 | 520717 | Valero Corner Store #2306 | Houston | \$20,496.00 | | | |
| 36 | 213204 | Mickey's #21 | Killeen | \$20,388.00 | | | |
| 37 | 112810 | P&P Mart N Grill | Kennedale | \$20,254.00 | | | |
| 38 | 149251 | M P Mart | Hurst | \$20,230.00 | | | |
| 39 | 116369 | Mortons Drive In Grocery | Hallettsville | \$20,074.00 | | | |
| 40 | 145963 | Manvel Food Mart | Pearland | \$19,902.00 | | | |
| 41 | 106410 | Corner Grocery | Sugar Land | \$19,850.00 | | | |
| 42 | 146160 | Express Food | Spring | \$19,836.00 | | | |
| 43 | 491507 | Kroger #392 | Richmond | \$19,816.00 | | | |
| 44 | 252856 | Summerwood Country Store #5501 | Houston | \$19,700.00 | | | |
| 45 | 151449 | Pearland Food | Pearland | \$19,680.00 | | | |
| 46 | 150140 | Stan C-Store | Killeen | \$19,660.00 | | | |
| 47 | 425004 | Crestway Food Mart | San Antonio | \$19,508.00 | | | |
| 48 | 152043 | Shell C-Store | Port Arthur | \$19,502.00 | | | |
| 49 | 210515 | Fiesta Mart #23 | Houston | \$19,476.00 | | | |
| 50 | 144531 | Super K Food Store | Humble | Humble \$19,278.00 | | | |

Winner Awareness on the ESMM

One of the most effective tools in communicating winner awareness to retailers and players is the ESMM winner awareness slide that was deployed in 2011. Since that time, the Texas Lottery has been utilizing

the ES system with ESMM to record and report the winners sold at the individual retailer, city, county and state levels.

Let's take a look at how this information is measured, gathered and reported.

Measurement

The winner awareness program in ESMM keeps track of qualifying prizes. A **qualify-ing prize** for a *draw game* is a cash prize won, but not necessarily validated. For example, if you sold the top-prize winning *Lotto Texas*[®] ticket for \$25 million, this prize



amount would be included in the weekly ESMM calculation regardless if the player claimed the winnings. A *qualifying prize* for an *instant game* is a cash prize that has been validated. Therefore the winner awareness information in ESMM does not include instant game winnings until the player has claimed the ticket regardless of where the ticket is validated. [496807]

Gathering

The winner awareness information is accumulated through the week, and then broadcast to the terminal network early Sunday morning. Your winner awareness data will be updated at terminal sign-on.

| Display by: | Minimum total value of qualifying prizes sold for the previous week |
|-------------|---|
| Retailer | \$1,000 |
| City | \$2,000 |
| County | \$2,000 |
| State | No minimum |

Reporting

The system maintains what we call *threshold values* that determine if winner awareness data for the past week []46657] will be displayed at a retail location by retailer, city, county or state.

Based on the established threshold values, the ESMM will display the total prizes sold at [230304] a retail location if \$1,000 or more in prizes were sold. If the retail location sold less than \$1,000 in prizes then the ESMM will display winnings sold at the city level and so on.

We believe this tool has been instrumental in providing timely and meaningful winner awareness information that supports sales. Thank you to all the retailers who have dedicated the space []34535] within their stores to ESMM! It is our commitment to continue to enhance the winner awareness tools available to you.

•



We are pleased to announce that over \$50 million has been awarded to retailers in the 10 Retailer Cash Incentive Programs since they were first introduced in September 2009. These incentive payments are in [1332]6] addition to more than \$694 million in retailer commissions earned during the same time period.

The monies available through the retailer incentive program were allocated specifically by the Texas Legislature for the purpose of sales performance incentives. The Texas Lottery does not have the authority to reallocate these funds for retailer commission increases, cashing bonuses or other activities not directly tied to sales performance. Within these guidelines, we have received significant input from you,



Eligibility Period (EP)
 May 6 – August 4, 2012
 For retailers with sales all 13 weeks of the EP, your
 Minimum Sales Goal is your weekly sales***
 average during the EP x 13 weeks + 5.0% + \$1,000.
 MSG = ((EP Savg x 13) + 5.0%) + \$1,000.

Alternate Eligibility Period (AEP)
 November 18, 2012 – February 16, 2013
 For retailers who do not have sales all 13
 weeks of the EP, you must have sales all
 13 weeks of sales during the AEP. If you have less than
 13 weeks of sales during the AEP, you will
 not be included in this program. Your
 Mininum Sales Goal is your weekly
 sales*** average during the AEP (adjusted
 for seasonality) x 13 weeks + 5.0% + \$1,000.
 MSG = ((AEP Savg (adj) x 13) + 5.0%) + \$1,000.

Only one drawing prize per location.
A chain with multiple locations may win at more than one location.

Drawing is tentatively planned for August 20, 2013.

| Prize Amount | Total Amount |
|--------------|----------------------|
| \$50,000 | \$100,000 |
| \$10,000 | \$50,000 |
| \$5,000 | \$100,000 |
| \$2,500 | \$75,000 |
| | \$100,000 |
| | \$75,000 |
| | \$500,000 |
| | \$50,000 \$10,000 |

* If total retailer incentive payments exceed the allocated program budget. all payments will be reduced by an equal percentage in order to not exceed total program budget. Drawing entries and drawing prizes will not be reduced.

Minimum Sales Goal for eligible retailers will never be less than \$1,000.

** Incentive sales do not include Mega Millions*, Megaplier*, Powerball* or Power Play* sales. our retailers, related to developing attainable goals that provide meaningful performance rewards. We want to thank you for your continuing interest and support for this important program.

Retailer Cash Incentive Program 11 began May 5 and continues through August 3. [596]48] Your sales goal was set using your own sales during this same time (Eligibility Period) last year. If you were not selling from May through August of last year, a more recent time frame (Alternate Eligibility Period) was used to set your sales goal. To review your goal, please refer to the program flyer provided by your lottery sales representative, the terminal report []75243] or call Texas Lottery Retailer Services at 1-800-375-6886. Don't miss your chance to earn incentive payments and entries into the drawing for \$50,000!





Valero Corner Store Area Manager Vicki Garcia accepts a souvenir check from Texas Lottery Draw Games Coordinator Julie Terrell

Fort Worth Retailer Receives a Big Bonus!

Valero Corner Store #2073 in Fort Worth received a \$160,000 bonus for selling a jackpot winning *Lotto Texas* ticket worth \$16 million on February 20, 2013.

Congratulations!

•

Frequently Asked Questions

Q. What time on Wednesday does the Texas Lottery sweep, or draft from my account?

The actual time on Wednesday when the sweep amount is taken out of your account is at your bank's discretion. The sweep amount reflects business from 12:30 am on Sunday through midnight on the Saturday prior to the sweep. [150697] We recommend that you contact your bank to get more information about their electronic draft processes and policies.

Q. Do retailers receive a bonus for selling a jackpot winning ticket?

- Yes, bonuses are paid for selling the top-prize winning ticket for games listed below. [100243] To receive a bonus, a retailer must be in good standing with the Texas Lottery Commission and the state of Texas. For specific questions regarding retailer bonuses, please call Retailer Services at **1-800-375-6886**.
 - *Mega Millions*[®]: 1% of grand/jackpot portion won in Texas, capped at total of \$1 million for all bonuses paid for a single drawing. Bonus is pari-mutuel.
 - **Powerball**[®]: 1% of grand/jackpot portion won in Texas, capped at total of \$1 million for all bonuses paid for a single drawing. Bonus is pari-mutuel.
 - *Lotto Texas*[®]: 1% of advertised jackpot or jackpot based on sales (whichever is greater), capped at \$500,000 total. Bonus is pari-mutuel.
 - *Texas Two Step*[®]: 1% of advertised jackpot, capped at \$10,000. Bonus is pari-mutuel.
 - *Cash Five*[®]: 1% of the top prize-winning ticket, no cap. Bonus is pari-mutuel.
 - *Scratch-Offs*: \$10,000 on prize-winning tickets of \$1 million or higher.

Q. The screen at my store shows I sold a lot of prizes at my store. What does this mean?

The ESMM winner awareness slide shows the prizewinning tickets that were sold for the previous week. [229320] This includes winning tickets that have been sold for draw games and winning scratch-off tickets that have been validated. The information displayed will either be information specific to your store, city, county or state. [25804]] For example, the slide may display "sold at this location" or "sold in Austin." See page 8 for more details.

Q. When do I notify the Lottery that I am closing my business?

The Texas Lottery needs a minimum of three business days advance notice to complete retailer cancellations. Advance notification will ensure that a Lottery Sales Representative can complete their work in accordance with your business plans. If you plan to temporarily close your business, it is important that you contact the Texas Lottery immediately. We will assist you with tickets, equipment, and we can explain any financial responsibilities you may have while your business is closed.

Q. What does the message "Validation Not Accepted: Call Hotline" mean?

This message will appear when a validation is attempted for inactive tickets. []]]206] Always remember to activate before you sell. After all, it takes away from the winning experiences and it is a violation of Texas Lottery Commission rules. When you see this message, please call the Retailer Services Hotline at **1-800-458-0884** for assistance.

Q. Can I cancel a draw game ticket?

Pick 3 and Daily 4 tickets are the only tickets at the issuing terminal that can be canceled. You can cancel the ticket within 60 minutes of printing or up to draw break for the game, whichever comes first. [507332] Lotto Texas, Mega Millions, Powerball, Texas Two Step, All or Nothing[™] and Cash Five tickets cannot be canceled.

Q. How do I order scratch-off tickets?

You may order scratch-off tickets through your Lottery Sales Representative (LSR) or by calling the GTECH Hotline at **1-800-458-0884**. Your LSR will work with you and help promote lottery sales at your business by conducting inventory review and merchandising support. The Hotline staff can also provide you with assistance in ticket ordering or processing.

RetailerBonuses

| · . | | | Mary . | | 46.0 | | | | 行政。 |
|---------|---|-------------------------------|-----------------|--------------|-------|------------------|---------------------------|-----------------|--------------|
| 2 | <u>Game</u> | <u>Retailer</u> | <u>Location</u> | <u>Bonus</u> | C teb | <u>Draw Date</u> | <u>Retailer</u> | <u>Location</u> | <u>Bonus</u> |
| | 10X Mega Money #1536 | Texas Cooler | Stockdale | \$10,000 | NO S | 1/28/13 | Mr C Food Store #7 | Mineral Wel | s \$6,500 |
| IE X HS | Weekly Grand #1440 | Forest Gas & More | Dallas | \$10,000 | | 2/21/13 | Pasadena Country Store # | 5301 Pasadena | \$10,000 |
| | Cash Excitement #1486 | Step In #3 | Texarkana | \$10,000 | 25 H | 3/4/13 | Lakeside Shell | Houston | \$3,250 |
| | Texas Lottery® Black IV #1401 | 7-Eleven Conv Store #24261 | Arlington | \$10,000 | | 3/14/13 | Diamond Food Mart #2 | | \$3,250 |
| ÷ | 10X Mega Money #1536 | Yu Mi's | Alice | \$10,000 | | 3/18/13 | Shop N Go 4 | Beaumont | \$2,000 |
| • | \$500,000,000 Extreme Cash Blast #1387 | Wranglers 7 | Granbury | \$10,000 | | | | | |
| | \$500 Million Frenzy #1354 | Express Fuel & Food | Spring | \$10,000 | | Draw Date | <u>Retailer</u> | Location | <u>Bonus</u> |
| | \$500 Million Frenzy | Allsup's #278 | Kermit | \$10,000 | | 2/20/13 | Valero Corner Store #2073 | Fort Worth | 5160,000 |
| | #1354 | | | | X H S | 3/16/13 | HEB Food Store #578 | Houston | 100,000 |
| | \$500,000,000 Extreme Cash Blast #1387 | G and G Mini Mart | Angleton | \$10,000 | | 3/20/13 | Stripes #2206 | Rio Grande City | 40,000 |
| | ····································· | | | 12.88 | | 1.147.000 | | to the second | · · · · |



PLAY RESPONSIBLY.



Play the Games of Texas!"











• or nothing LOTTE ng/Day/Evening/Nigh



Tue









Wed





or nothing



Thu





Morning/Day/Eve



Fri

TEXAS 🔶 LOTTERY

AILLIONS









Morning/Day/Evening/Nigh