Iowa Lottery TouchPlay Project



Presentation to:

Legislative Oversight Committees and
Administration & Regulation Appropriations Subcommittee

Jan. 26, 2005
Iowa Lottery Authority CEO Ed Stanek

Where We Were:

History of TouchPlay





- Initial investigation of concept began in 2001 when Iowa Lottery received prototype equipment of monitor vending machines.
- Project was reviewed in late 2001 with legislative leadership and governor's office.

Where We Were:

History of TouchPlay

LOTTERIS

- Monitor vending machines use video and sound to reveal the results of the tickets they dispense.
- The machines do not dispense cash. They dispense tickets that are redeemable for lottery prizes.





Where We Were:

History of TouchPlay





- May 2002 legislation authorized the lottery to develop a business plan for the machines' deployment.
- The Lottery began a market test that included machines from three companies.

Where We Are:

Machines' Statewide Deployment



- In April 2004, statewide deployment of TouchPlay machines began.
- Machine
 manufacturers are
 certified by the lottery,
 distributors and retail
 locations are licensed.

Where We Are:

Machines' Statewide Deployment

- As of Jan. 22, 422
 TouchPlay
 machines had been
 deployed
 statewide.
- The TouchPlay project to date has produced \$2.3 million in net sales.





Compare and Contrast

- Lottery TouchPlay machines and amusement devices are governed by separate chapters of Iowa Code.
- While TouchPlay machines are regulated by the lottery, amusement devices are registered with the Department of Inspections and Appeals.



