

Chairman Webber and members of the Michigan House of Representatives Regulatory Reform Committee,

Thank you for the opportunity to submit a few very brief comments on our opposition to HB 5862 charitable gaming; operation of online raffle games by certain charitable organizations, allow.

Potential concerns include:

- 1) regulating internet sales by third parties could prove difficult without specific requirements in the bill such as use of a licensed internet-platform provider;
- 2) charitable gaming is completely self-funded and the current statutorily-set license fees of \$15 and \$50 would not cover the cost of regulation;
- 3) developing administrative rules and oversight would be a substantial undertaking for authorization that expires in two years and does not apply to all qualifying nonprofits.

We will continue to work with Representative Leutheuser and his office regarding HB 5862.

Sincerely,

Michael J. Gallagher

Legislative Liaison

Bureau of State Lottery

(d) 517.373.6669

(c) 517.599.5791

Gallagherm5@michigan.gov