HOUSE FINANCE & TAX COMMITTEE Chairman Headland Testimony on HB 1524

February 1st, 2023

Submitted by Janelle Mitzel, Development Homes, Inc.

Chairman Headland & Committee Members,

Thank you for your consideration of a **Do Not Pass** on HB 1524. This bill will be detrimental to the organization I represent, and essentially destroy electronic pull tab play in ND.

Development Homes, Inc:

- DHI is a non-profit organization in Grand Forks providing community-based support services to persons with disabilities from all over ND.
- DHI has residential services including seven group homes, two duplex facilities, a multi-unit autism living center, a transitional living center and independent living settings.
- DHI provides vocational services including job training and placement, and family services including respite care and in-home support.
- DHI serves approximately two hundred individuals from children to adults, serving through all stages of life.
- DHI is currently the 8th largest employer in Grand Forks, employing 450 to 500 people. Our economic footprint is vital to this community.

This bill limits the electronic pull tab payout percentage to 82%. Currently etabs can pay out up to 90%. An 8% decrease in prizes is detrimental to the game, ultimately taking money from the customer. Limiting the payout percentage does not give more to the charity, rather, it has a negative effect of a decrease in play because the customer has a much lower return on their dollar. This bill is another attempt to eliminate electronic pull tab play and charitable gaming across the entire state.

Development Homes Gaming Revenue Uses:

- Provides financial funds necessary to supplement new projects, such as bricks & mortar. The \$900,000 DHI autism living center was funded through HUD with matching grants from DHI charitable gaming.
- Specialized adaptive equipment & urgent/crisis care needs for persons served.
- Basic care needs, such as eyeglasses, shoes, and clothing, especially for our children served with their continued growth and ever-changing needs.
- Specialized training for professional staff including nurses, social workers, and expert management.
- Grants to ND communities funding local needs, including police equipment, literacy adaptive equipment and software, drug & alcohol prevention, substance abuse and mental health professional facilitators, daycare facility equipment, and promotion of local community events.

DHI provides imperative services in our community. If these programs are not partially funded through gaming dollars organizations such as DHI will be requesting major increases in state general fund dollars to supplement the necessary services we provide. Charitable gaming is particularly important to this organization as those dollars are needed to sustain our mission. DHI would appreciate a **Do Not Pass** recommendation on this bill.