

**OREGON STATE LOTTERY  
REPORT ON RULEMAKING**

**DIVISION 99 – Keno - Annuity Update**

**September 16, 2016**

**Proposed Rule Action:**

Permanent Rulemaking to Amend:

<b>OAR 177-099-0000</b>	<b>Definitions</b>
<b>OAR 177-099-0080</b>	<b>Keno Prizes</b>
<b>OAR 177-099-0090</b>	<b>Special Keno Prizes</b>

**Recommended Motion:**

“I move that the Keno rules presented today be amended as proposed, to be effective October 6, 2016.”

**Background:**

On August 3, 2016 the Director filed notice of permanent rulemaking to amend the Keno game rules to authorize changes to certain game features, including removing the annuity option, making the payment of all prizes a lump sum payment, converting certain prizes to pari-mutuel when there are multiple winners, defining “prize category”, and adopting general housekeeping edits.

Commission approval is needed to amend these rules as permanent. The proposed amendments are in keeping with the Lottery’s constitutional and statutory mandates.

**Public Comment:**

The Lottery conducted a public hearing for the purpose of taking comments, and the report of that hearing has been provided to the Commission. The Lottery received no public comments.

**Recommendation:**

The Director recommends the permanent amendment of the above rules as proposed.

Dated this 16<sup>th</sup> day of September, 2016.

/s/ Mark W. Hohlt  
Mark W. Hohlt, Rules & Policies Manager  
Oregon State Lottery

**OREGON STATE LOTTERY  
REPORT ON RULEMAKING HEARING**

**DIVISION 99 – Keno - Annuity Update**

**September 16, 2016**

**Hearing Date:** September 16, 2016  
9:00 a.m.

**Administrative Rules:**

Permanent Rulemaking to Amend:

**OAR 177-099-0000**    **Definitions**  
**OAR 177-099-0080**    **Keno Prizes**  
**OAR 177-099-0090**    **Special Keno Prizes**

**Hearing Location:**            Oregon State Lottery Headquarters  
Salem, Oregon 97301

**Summary of Hearing:**

I convened the rulemaking hearing on the administrative rule referenced above, proposed for amendment by the Oregon Lottery Commission, on September 16, 2016 at 9:00 a.m. The hearing was tape recorded, and the tape is available for review.

Attending the hearing from the Oregon State Lottery was Mark W. Hohlt, Rules and Policies Manager.

No one else appeared at the hearing. The Lottery did not receive any written or oral comments on the proposed rule amendments.

I adjourned the hearing at 9:30 a.m., and the public comment period closed at that same time.

Dated this 16<sup>th</sup> day of September, 2016.

/s/ Mark W. Hohlt  
Mark W. Hohlt, Hearings Officer  
Oregon State Lottery

**OREGON STATE LOTTERY**

**DIVISION 99**

**KENO GAME RULES - Rulemaking Project - Annuity**

**October 6, 2016**

**OAR 177-099-0000**

**Definitions**

For the purposes of Keno, the following definitions apply except as otherwise specifically provided in OAR Chapter 177 or unless the context requires otherwise:

(1) **“Exchange ticket”** means a computer-generated, printed paper issued by a terminal to replace a game ticket that had been purchased for play in multiple drawings and was validated before the latest drawing appearing on the game ticket. An exchange ticket shall contain the exact game play and future drawing dates appearing on the validated game ticket it is replacing and shall have all other characteristics of a game ticket except as otherwise stated in these rules. An exchange ticket shall not contain a ticket price.

(2) **“Game play”** means the number or group of numbers appearing on a ticket for a particular spot which is compared to the winning numbers, selected at the drawings appearing on the ticket, to determine the prize payment for which the ticket may be redeemed.

(3) **“Game slip”** or **“play slip”** means a paper form used by a player to select a game play, that indicates the amount the player will play on the ticket containing the game play, the number of drawings in which the ticket will be played, the choice to play the Special Keno option, the choice to select the Keno Multiplier option, and the choice to select the Keno To Go option. Only one game play may be marked on each game slip.

(4) **“Game ticket”** or **“ticket”** means a computer-generated, printed paper issued by a terminal as a receipt for the game play selected by a player and which contains the following: the caption “Keno”, one game play, the date of purchase, the number of consecutive drawings in which the ticket will be played, the identifying number for each such drawing, the price of the ticket, a six-digit retailer number, a serial number, and a bar code. If the player selects one or more Keno options, the game ticket will also contain:

- (a) The phrase “Special Keno” if that option has been selected;
- (b) The phrase “Keno Multiplier” if that option has been selected; and
- (c) The hour on which a game or consecutive games will begin.

(5) **“Keno Multiplier”** means the Keno and Special Keno play option whereby a player, by paying an additional one dollar for each dollar wagered on a Keno or Special Keno game play, may be entitled to receive a larger prize for correctly selecting winning numbers. Keno Multiplier multiplies the amount of certain prizes won in a game play. Keno Multiplier is an optional, limited extension of the Keno and Special Keno game.

(6) **“Keno To Go”** means a play option which permits a player to purchase a ticket or tickets for a future Keno drawing or future consecutive Keno drawings as permitted by the Lottery.

(7) **“Prize category”** means each row indicating the number of correct spots a player may select for each game drawing with a corresponding prize amount as shown on the payout charts contained in these rules.

(8) **“Quick Pick”** means the random selection of numbers by a terminal that appear as the game play on a ticket.

(98) **“Special Keno”** means an optional variation of the Keno prize payment and odds structure as defined in OAR 177-099-0090 which may be selected by the player.

(109) **“Spot”** means the amount of numbers a player may play for a game play. A player may play from one spot, i.e., one number, to ten spots, i.e., ten different numbers.

(1110) **“Draw game terminal”** or **“Terminal”** has the meaning set forth in OAR 177-070-0005(4).

(1211) **“Winning numbers”** means the twenty numbers, from one to eighty, that are selected at each drawing that are used to determine winning game plays contained on the game tickets.

**OAR 177-099-0080                      Keno Prizes**

Section (1) of this rule specifies prizes for Keno drawings.

(1) **Prize Structure:** Prizes for each drawing are determined and awarded based on how many numbers contained in a game play on a ticket match the winning numbers selected at that drawing. Prizes are determined separately for each spot category. Prizes per one dollar wagered, based upon potential sales of \$8,911,711.18 per drawing, are as follows:

<b>Keno 65% Payout</b>				
<b>MARK 10 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
10	8,911,711.18	1	\$200,000	\$200,000*

9	163,381.37	55	\$245,455	\$4,500*
8	7,384.47	1,207	\$603,409	\$500
7	620.68	14,358	\$789,692	\$55
6	87.11	102,301	\$1,023,010	\$10
5	19.44	458,309	\$916,617	\$2
4	6.79	1,312,863	\$0	\$0
3	3.74	2,383,013	\$0	\$0
2	3.39	2,631,229	\$0	\$0
1	5.57	1,600,288	\$0	\$0
0	21.84	408,074	\$2,040,368	\$5
<b>Total Payout</b>	\$5,818,551			
<b>Percent Payout</b>	65.29%			
<b>Odds</b>	1:9.05			

\* Prize becomes pari-mutuel for the prize category if total amount won for the same game play in the same drawing reaches \$1,000,000.

MARK 9 SPOTS				
Number Correct	Odds 1:	# In Pool	Total Amount of Prizes	Each Prize
9	1,380,688	1	\$50,000	\$50,000*
8	30,682	45	\$135,000	\$3,000
7	1,690	817	\$175,638	\$215
6	175	7,897	\$197,423	\$25
5	31	45,012	\$180,050	\$4
4	9	157,544	\$157,544	\$1
3	4	339,800	\$0	\$0
2	3	436,886	\$0	\$0

1	5	304,670	\$0	\$0
0	16	88,016	\$0	\$0
<b>Total Payout</b>	\$895,655			
<b>Percent Payout</b>	64.87%			
<b>Odds</b>	1:6.53			

**\* Prize becomes pari-mutuel for the prize category if total amount won for the same game play in the same drawing reaches \$1,000,000.**

<b>MARK 8 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
8	230,115	1	\$15,000	\$15,000*
7	6,232	37	\$22,154	\$600
6	423	545	\$32,677	\$60
5	55	4,212	\$42,117	\$10
4	12	18,755	\$37,510	\$2
3	5	49,425	\$0	\$0
2	3	75,511	\$0	\$0
1	4	61,317	\$0	\$0
0	11	20,311	\$0	\$0
<b>Total Payout</b>	\$149,458			
<b>Percent Payout</b>	64.95%			
<b>Odds</b>	1:9.77			

**\* Prize becomes pari-mutuel for the prize category if total amount won for the same game play in the same drawing reaches \$1,000,000.**

<b>MARK 7 SPOTS</b>
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Number Correct	Odds 1:	# In Pool	Total Amount of Prizes	Each Prize
7	40,979	1	\$5,500	\$5,500*
6	1,366	30	\$4,500	\$150
5	116	354	\$5,310	\$15
4	19	2,139	\$4,278	\$2
3	6	7,171	\$7,171	\$1
2	3	13,386	\$0	\$0
1	3	12,916	\$0	\$0
0	8	4,982	\$0	\$0
<b>Total Payout</b>	\$26,759			
<b>Percent Payout</b>	65.30%			
<b>Odds</b>	1:4.23			

\* Prize becomes pari-mutuel for the prize category if total amount won for the same game play in the same drawing reaches \$1,000,000.

MARK 6 SPOTS				
Number Correct	Odds 1:	# In Pool	Total Amount of Prizes	Each Prize
6	7,753	1	\$1,600	\$1,600
5	323	24	\$1,320	\$55
4	35	221	\$1,106	\$5
3	8	1,006	\$1,006	\$1
2	3	2,390	\$0	\$0
1	3	2,818	\$0	\$0
0	6	1,292	\$0	\$0
<b>Total Payout</b>	\$5,033			

<b>Percent Payout</b>	64.91%
<b>Odds</b>	1:6.19

<b>MARK 5 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
5	1,551	1	\$465	\$465
4	83	19	\$281	\$15
3	12	130	\$260	\$2
2	4	419	\$0	\$0
1	2	629	\$0	\$0
0	4	352	\$0	\$0
<b>Total Payout</b>	\$1,007			
<b>Percent Payout</b>	64.91%			
<b>Odds</b>	1:10.34			

<b>MARK 4 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
4	326	1	\$72	\$72
3	23	14	\$71	\$5
2	5	69	\$69	\$1
1	2	141	\$0	\$0
0	3	101	\$0	\$0
<b>Total Payout</b>	\$212			

<b>Percent Payout</b>	64.94%
<b>Odds</b>	1:3.86

<b>MARK 3 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
3	72	1	\$27	\$27
2	7	10	\$20	\$2
1	2	31	\$0	\$0
0	2	30	\$0	\$0
<b>Total Payout</b>	\$47			
<b>Percent Payout</b>	65.21%			
<b>Odds</b>	1:6.55			

<b>MARK 2 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
2	17	1	\$11	\$11
1	3	6	\$0	\$0
0	2	9	\$0	\$0
<b>Total Payout</b>	\$11			
<b>Percent Payout</b>	66.14%			
<b>Odds</b>	1:16.63			

<b>MARK 1 SPOT</b>
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Number Correct	Odds 1:	# In Pool	Total Amount of Prizes	Each Prize
1	4	1	\$3	\$2.50
0	1	3	\$0	\$0
<b>Total Payout</b>		\$2.50		
<b>Percent Payout</b>		62.50%		
<b>Odds</b>		1:4.00		

Overall Payout Percent 64.90%

(2) **Amount Wagered:** ~~The total Keno prizes multiply amount for a winning ticket multiplies~~ according to the amount **played per drawing, wagered on that ticket. Except as provided in OAR 177-099-0100, the highest potential prize for any Keno ticket is \$1,000,000 per drawing. If a ticket shows a wager of 2, 3, 4, 5, 10, or 20 dollars per drawing on a winning game play, the prize shown above for a \$1 wager shall multiply, up to \$1,000,000, according to the wager amount shown on the winning ticket. For example, if a ticket shows a \$5 wager on the 8 spot category and the game play on the ticket matches 8 out of 8 of the winning numbers, the prize associated with that ticket is \$15,000 x \$5 = \$75,000. All Keno prizes **for a prize category** are capped at \$1,000,000 **and certain Keno prizes will become pari-mutuel in accordance with section (4) of this rule.** However, Jackpot Bonus prizes awarded are in addition to the \$1,000,000 prize.**

(3) **Lump Sum Payment:** All prizes are ~~prize-winning player is~~ paid in one lump sum ~~for all prizes under \$1,000,000.~~

(4) **Limitation on \$1,000,000 Keno Prize:** When the total amount won for the 10/10, 9/10, 9/9, 8/8, and the 7/7 prize categories in the same game play in a single drawing reaches or exceeds \$1,000,000 in the prize category, the maximum prize amount of \$1,000,000 becomes pari-mutuel and the prize shall be divided among the number of winning tickets for that game play on a pro-rata basis determined by the amount that each winning ticket played in the drawing in which the prize was won.

(a) **Example:** For example, if one Keno ticket wins the top prize for the 10/10 spot (\$200,000) in a drawing, and the player wagered \$20, and one Keno ticket wins the top prize for the 10/10 spot (\$200,000) in the same game play in the same drawing, and another player wagered \$5, the first player would receive 80% of the \$1,000,000 prize (based on \$20 wagered) and the second player would receive 20% of the \$1,000,000 prize (based on \$5 wagered).

(5) **Breakage:** If there are multiple winners in a single drawing such that the prize for a prize category cannot be divided among the winners to a whole cent, the prize payments may be

rounded down so that the prize may be divided and paid to the nearest whole cent to each winner. Breakage from rounding the prize shall be treated as an unclaimed prize by the Lottery.

(a) Example: If there are seven \$1,000,000 prize winning tickets in a single drawing for the same game play, the amount paid to each winner is calculated by dividing 7 into \$1,000,000 which equals \$142,857.14285.... The Lottery shall round that amount down to \$142,857.14 which totals \$999,999.98 paid to the seven winners. The breakage of two cents shall then be treated as an unclaimed prize.

~~Upon the Lottery's determination that a ticket is a winning ticket, the winner of a \$1,000,000 annuitized prize has the option to receive a lump sum payment of \$500,000 instead of the annuitized prize payments in accordance with the provisions of OAR 177-0099-0090(6)(a) through (e).~~

(65) **Highest Single Prize:** For each drawing, a player may receive (subject to the validation requirements set forth in OAR 177-099-0060) only the highest single prize for which a ticket containing a winning game play is eligible.

(76) **Claiming Prizes:** Prize payments must be claimed, and are made, in accordance with the provisions of OAR 177-070-0025.

**OAR 177-099-0090                      Special Keno Prizes**

(1) **General:** Special Keno increases the size of the prizes at the upper tier levels, and eliminates some prizes at the lower tiers of the prize structure when compared to the Keno prize structure.

(2) **Selection of Option:** As described in OAR 177-099-0030, a player must indicate the player's choice to play under the Special Keno prize structure. When the Special Keno prize option is designated on a ticket, the Keno prizes described in OAR 177-099-0080 are no longer applicable.

(3) **Prize Structure:** Prizes for each drawing are determined and awarded based on how many numbers contained in a game play on a ticket match the winning numbers selected at that drawing. Prizes are determined separately for each spot category. Prizes per one dollar wagered, based upon potential sales of \$8,911,711.18 per drawing, are as follows:

Special Keno				
MARK 10 SPOTS				
Number Correct	Odds 1:	# In Pool	Total Amount of Prizes	Each Prize
10	8,911,711.18	1	\$1,000,000	\$1,000,000*

9	163,381.37	55	\$981,818	\$22,000*
8	7,384.47	1,207	\$1,448,182	\$1,200
7	620.68	14,358	\$2,010,126	\$140
6	87.11	102,301	\$409,204	\$4
5	19.44	458,309	\$0	\$0
4	6.79	1,312,863	\$0	\$0
3	3.74	2,383,013	\$0	\$0
2	3.39	2,631,229	\$0	\$0
1	5.57	1,600,288	\$0	\$0
0	21.84	408,074	\$0	\$0
<b>Total Payout</b>	\$5,711,812			
<b>Percent Payout</b>	64.09%			
<b>Odds</b>	1:75.57			

**\* Prize becomes pari-mutuel for the prize category if total amount won for the same game play in the same drawing reaches \$1,000,000.**

<b>MARK 9 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
9	1,380,688	1	\$75,000	\$75,000*
8	30,682	45	\$180,000	\$4,000
7	1,690	817	\$245,077	\$300
6	175	7,897	\$315,877	\$40
5	31	45,012	\$90,025	\$2
4	9	157,544	\$0	\$0
3	4	339,800	\$0	\$0
2	3	436,886	\$0	\$0

1	5	304,670	\$0	\$0
0	16	88,016	\$0	\$0
<b>Total Payout</b>	\$905,979			
<b>Percent Payout</b>	65.62%			
<b>Odds</b>	1:25.68			

**\* Prize becomes pari-mutuel for the prize category if total amount won for the same game play in the same drawing reaches \$1,000,000.**

<b>MARK 8 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
8	230,115	1	\$25,000	\$25,000*
7	6,232	37	\$64,615	\$1,750
6	423	545	\$40,846	\$75
5	55	4,212	\$21,058	\$5
4	12	18,755	\$0	\$0
3	5	49,425	\$0	\$0
2	3	75,511	\$0	\$0
1	4	61,317	\$0	\$0
0	11	20,311	\$0	\$0
<b>Total Payout</b>	\$151,520			
<b>Percent Payout</b>	65.85%			
<b>Odds</b>	1:48.00			

**\* Prize becomes pari-mutuel for the prize category if total amount won for the same game play in the same drawing reaches \$1,000,000.**

<b>MARK 7 SPOTS</b>
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Number Correct	Odds 1:	# In Pool	Total Amount of Prizes	Each Prize
7	40,979	1	\$7,500	\$7,500*
6	1,366	30	\$9,900	\$330
5	116	354	\$7,080	\$20
4	19	2,139	\$2,139	\$1
3	6	7,171	\$0	\$0
2	3	13,386	\$0	\$0
1	3	12,916	\$0	\$0
0	8	4,982	\$0	\$0
<b>Total Payout</b>	\$26,619			
<b>Percent Payout</b>	64.96%			
<b>Odds</b>	1:16.24			

\* Prize becomes pari-mutuel for the prize category if total amount won for the same game play in the same drawing reaches \$1,000,000.

MARK 6 SPOTS				
Number Correct	Odds 1:	# In Pool	Total Amount of Prizes	Each Prize
6	7,753	1	\$2,500	\$2,500
5	323	24	\$2,160	\$90
4	35	221	\$443	\$2
3	8	1,006	\$0	\$0
2	3	2,390	\$0	\$0
1	3	2,818	\$0	\$0
0	6	1,292	\$0	\$0
<b>Total Payout</b>	\$5,103			

<b>Percent Payout</b>	65.81%
<b>Odds</b>	1:31.48

<b>MARK 5 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
5	1,551	1	\$800	\$800
4	83	19	\$225	\$12
3	12	130	\$0	\$0
2	4	419	\$0	\$0
1	2	629	\$0	\$0
0	4	352	\$0	\$0
<b>Total Payout</b>	\$1,025			
<b>Percent Payout</b>	66.10%			
<b>Odds</b>	1:78.51			

<b>MARK 4 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
4	326	1	\$140	\$140
3	23	14	\$71	\$5
2	5	69	\$0	\$0
1	2	141	\$0	\$0
0	3	101	\$0	\$0
<b>Total Payout</b>	\$211			

<b>Percent Payout</b>	64.51%
<b>Odds</b>	1:21.59

<b>MARK 3 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
3	72	1	\$47	\$47
2	7	10	\$0	\$0
1	2	31	\$0	\$0
0	2	30	\$0	\$0
<b>Total Payout</b>	\$47			
<b>Percent Payout</b>	65.21%			
<b>Odds</b>	1:72.07			

<b>MARK 2 SPOTS</b>				
<b>Number Correct</b>	<b>Odds 1:</b>	<b># In Pool</b>	<b>Total Amount of Prizes</b>	<b>Each Prize</b>
2	17	1	\$11	\$11
1	3	6	\$0	\$0
0	2	9	\$0	\$0
<b>Total Payout</b>	\$11			
<b>Percent Payout</b>	66.14%			
<b>Odds</b>	1:16.63			

<b>MARK 1 SPOT</b>
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Number Correct	Odds 1:	# In Pool	Total Amount of Prizes	Each Prize
1	4	1	\$3	\$2.50
0	1	3	\$0	\$0
<b>Total Payout</b>		\$2.50		
<b>Percent Payout</b>		62.50%		
<b>Odds</b>		1:4.00		

Overall Payout Percent 65.08%

**(4) Amount Wagered: Special Keno prizes multiply according to the amount played per drawing.** Except as provided in OAR 177-099-0100, the highest potential prize for a Special Keno ticket ~~per drawing~~ is \$1,000,000 **per drawing**. **If a ticket shows a wager of 2, 3, 4, 5, 10, or 20 dollars per drawing on a winning game play, the prize shown above for a \$1 wager shall multiply, up to \$1,000,000, according to the wager amount shown on the winning ticket. For example, if a ticket shows a \$5 wager on the 8 spot category and the game play on the ticket matches 8 out of 8 of the winning numbers, the prize associated with that ticket is \$25,000 x \$5 = \$125,000. A prize-winning player is paid in one lump sum for all prizes under \$1,000,000. A \$1,000,000 Special Keno prize is paid either as a \$1,000,000 annuity payable in twenty-five equal annual payments, or as a lump sum of \$500,000. All Special Keno prizes for a prize category are capped at \$1,000,000, and certain Special Keno prizes will become pari-mutuel in accordance with section (6) of this rule.** However, Jackpot Bonus prizes awarded are in addition to the \$1,000,000 prize.

**(5) Lump Sum Payment: A prize-winning player is paid in one lump sum for all prizes.**

~~(5) Special Keno prizes multiply according to the amount played per drawing. If a ticket shows a wager of 2, 3, 4, 5, 10, or 20 dollars per drawing on a winning game play, the prize shown above for a \$1 wager shall multiply, up to \$1,000,000, according to the wager amount shown on the winning ticket. If a prize is multiplied by the amount played and the aggregate prize amount exceeds the amount authorized in section (4) of this rule as the highest potential prize for Special Keno, the winner will receive the \$1,000,000 annuitized prize.~~

**(6) Limitation of \$1,000,000 Special Keno Prizes: When the total amount won for the 10/10, 9/10, 9/9, 8/8, and the 7/7 prize categories in the same game play in a single drawing reaches or exceeds \$1,000,000 in the prize category, the maximum prize amount of \$1,000,000 becomes pari-mutuel and the prize shall be divided among the number of winning tickets for that game play on a pro-rata basis determined by the amount that each winning ticket played in the drawing in which the prize was won.**

(a) Example: For example, if one Special Keno ticket wins the top prize for the 10/10 spot (\$1,000,000) in a drawing, and the player wagered \$20, and one Special Keno ticket wins the top prize for the 10/10 spot (\$1,000,000) in the same game play in the same drawing, and another player wagered \$5, the first player would receive 80% of the \$1,000,000 prize (based on \$20 wagered) and the second player would receive 20% of the \$1,000,000 prize (based on \$5 wagered).

(7) Breakage: If there are multiple winners in a single drawing such that the prize for a prize category cannot be divided among the winners to a whole cent, the prize payments may be rounded down so that the prize may be divided and paid to the nearest whole cent to each winner. Breakage from rounding the prize shall be treated as an unclaimed prize by the Lottery.

(a) Example: If there are seven \$1,000,000 prize winning tickets in a single drawing for the same game play, the amount paid to each winner is calculated by dividing 7 into \$1,000,000 which equals \$142,857.14285.... The Lottery shall round that amount down to \$142,857.14 which totals \$999,999.98 paid to the seven winners. The breakage of two cents shall then be treated as an unclaimed prize.

~~Upon the Lottery's determination that the ticket is a winning ticket, the winner of a \$1,000,000 annuitized prize has the option to receive a lump sum payment of \$500,000 instead of the annuitized prize payments.~~

~~(a) Within 60 days of the date of validation of the \$1,000,000 ticket, the winner, prior to receiving any prize payment from the Lottery, may acknowledge in writing the winner's election to receive either the lump sum payment or the annuitized prize payments. Subject to the limited exception provided in section (b) below, a winner's election is irrevocable once the winner's written election is received by the Lottery.~~

~~(b) A prize winner who has elected the annuitized prize payments or who has failed to make an election and is placed on the annuitized prize payments, may be permitted, at the Lottery's sole discretion, to convert to the lump sum payment provided the Lottery has not yet made any payments to the prize winner. Once the Lottery makes any payment, the choice of payment is irrevocably fixed.~~

~~(c) Multiple \$1,000,000 annuitized prize winners, jointly claiming ownership of a ticket in accordance with OAR 177-046-0100(2), shall make individual determinations whether to exercise the option to receive their portion of the prize in the form of a lump sum payment.~~

~~(d) In the event a \$1,000,000 annuitized prize winner does not exercise the option to receive a lump sum payment within 60 days of the date of the validation of the ticket, the winner shall receive the annuitized prize.~~

~~(e) A \$1,000,000 annuitized prize winner is under no obligation to exercise the option made available by this rule to receive a lump sum payment in lieu of receiving annuitized prize payments.~~

**(87) Highest Single Prize:** For each drawing, a player may receive (subject to the validation requirements set forth in OAR 177-099-0060) only the highest single prize for which a ticket containing a winning game play is eligible.

**(98) Claiming Prizes:** Prize payments must be claimed, and are made, in accordance with the provisions of OAR 177-070-0025.

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