

“HALLOWEEN MILLIONS RAFFLE” GAME RULES

Effective: September 23, 2013

The following rules have been adopted by the State Lottery Commission pursuant to the authorization contained in N.J.S.A. 5:9-7 and shall govern the operation of the "HALLOWEEN MILLIONS RAFFLE" Lottery game. The rules are as follows:

1. The multi-state raffle Lottery shall be called "HALLOWEEN MILLIONS RAFFLE" and all Lottery tickets issued for this game shall be clearly identified with the name of the game. Participating states ("Raffle Game Group") include Indiana, Iowa, Michigan, New Jersey, New York, Ohio, and Oklahoma.
2. "HALLOWEEN MILLIONS RAFFLE" tickets will be sold every day during the normal business hours of the agents authorized to sell said tickets. The sale period for the "HALLOWEEN MILLIONS RAFFLE" Lottery will commence at 05:00am on September 23, 2013 and will terminate at 11:59pm on October 31, 2013.
3. "HALLOWEEN MILLIONS RAFFLE" tickets will be issued sequentially by the gaming vendor's central wagering system. The first number issued will be "0000001" and will conclude with the number of the final ticket purchased at the conclusion of the sales period.
4. Lottery tickets for "HALLOWEEN MILLIONS RAFFLE" will be available only from certain designated Lottery agents who have been selected by the Director.
5. The selected agents will have on their business premises an agent-operated, online gaming terminal and shall prominently display the machine and a poster or other advertisement stating that they sell tickets for the "HALLOWEEN MILLIONS RAFFLE" Lottery. Stand-alone, full-service Lottery vending ("Gemini") machines will not produce tickets for "HALLOWEEN MILLIONS RAFFLE".
6. The price of a single wager shall be \$10.00, except that the Director may establish a discount for multiple purchases or multiple drawing purchases.
7. "HALLOWEEN MILLIONS RAFFLE" tickets cannot be cancelled.
8. The agent-operated, online gaming terminal will sell tickets for the "HALLOWEEN MILLIONS RAFFLE", the "Pick-6" (Lotto), the "Jersey Cash 5", the "Pick-4", the "Pick-3", the "Powerball" and the "Mega Millions" Lotteries. The agents having this type of machine will be required to operate the machine for purposes of the issuance of all Lottery tickets. All agents are required to have on deposit in their Lottery bank account, no later than the close of their bank business day each Thursday, gross sales receipts less commission and cash prizes paid out for the previous sales week ending Wednesday. In case of deficiencies in Electronic Funds Transfer (EFT), the Director may debit the agent's account \$25.00 per EFT failure. Agents will receive a double commission, equal to 10% of gross sales dollars of "HALLOWEEN MILLIONS RAFFLE" tickets, from September 23, 2013 through September 29, 2013. No other Lottery games will be eligible for a double commission. Agents will receive a commission equal to 5% of gross sales dollars of "HALLOWEEN MILLIONS RAFFLE" tickets for the subsequent sales period. In addition, all agents paying

out cash prizes up to \$599.00 shall receive a commission equal to 1.25% of the money paid out in prizes. Agent commission and bonuses may be offset, at the Director's discretion, against monies due from the agent to the Lottery; in such cases, if applicable, a net payment will be made to the agent. All data regarding agents' sales and compensation shall be kept confidential by the Lottery, except for income tax reporting required by law. The agent-operated, on-line gaming terminal will have the capacity to:

- a. Issue "HALLOWEEN MILLIONS RAFFLE" tickets whereby the computer sequentially assigns a pre-determined seven (7)-digit number for \$10.00.
 - b. Validate all interim drawing "HALLOWEEN MILLIONS RAFFLE" tickets and issue replacement tickets, entitling the holder to win prizes in any subsequent weekly interim drawings and the Grand Prize drawing (see Section 11.h).
 - c. Validate all Grand Prize "HALLOWEEN MILLIONS RAFFLE" tickets for a period of one (1) year from the date of the drawing.
9. There will be four (4) interim drawings for "HALLOWEEN MILLIONS RAFFLE". The four (4) interim drawings will be held weekly between the start of the "HALLOWEEN MILLIONS RAFFLE" sales and the October 31, 2013 conclusion. One (1) interim drawing will take place on each of the following dates; October 2, 9, 16 and 23, 2013. For each drawing one hundred fifty-one (151) New Jersey-produced raffle numbers will be randomly generated by computer means. For each of the interim drawings, the first number selected will be assigned to a \$10,000 prize tier and the remaining one hundred fifty (150) numbers will be assigned to a \$100 prize tier. Each interim drawing to be held at a time and place determined by the Director in accordance with pre-established drawing procedures utilizing an independently certified Random Number Generator. All drawings will be conducted under the observation of the Lottery's Independent Certified Accounting Firm.
10. There will be one (1) Grand Prize drawing for "HALLOWEEN MILLIONS RAFFLE." The drawing will take place on or about November 1, 2013, and winners will be selected from the pool of eligible raffle numbers spanning all participating State Lotteries in the Raffle Game Group. A minimum of two (2) \$1,000,000 Grand Prizes shall be awarded in the drawing. Each participating State Lottery which does not award a Grand Prize shall award a Runner-Up prize of \$50,000.

For each additional two million dollars (\$2,000,000) in combined sales by the participating State Lotteries, there will be an additional \$1,000,000 prize awarded.

A player may only win a Raffle Grand Prize or Runner-Up prize up to one (1) time on each play, but may win other prizes associated with the four (4) interim drawings for New Jersey-generated raffle numbers.

11. Prize Pool

- a. The expected payout percentage for the Grand Prize drawing of "HALLOWEEN MILLIONS RAFFLE" drawing is 50% of raffle sales. The expected aggregate payout for the four (4) interim drawings is \$100,000 (\$25,000 per drawing).

- b. The amount of the prize pool may be supplemented by proceeds from unclaimed prize reserve or any part thereof for purposes of increasing the prize awards at such times and in such a manner, as the Director shall determine. The unclaimed prize reserve will be credited an amount equal to a maximum of 70% of the daily prize obligation forfeitures. Prize obligation forfeitures are defined as that portion of game prizes which, after one (1) year from the drawing date or game closing (end date) are unclaimed by players. The New Jersey State Lottery Controller shall maintain a daily record of unclaimed prizes and provide such information to the Director at least monthly. It shall be the responsibility of the Director to report such information to the New Jersey State Lottery Commission. Any portion of the unclaimed prize reserve may, at any time be treated as net proceeds for allocation to the State General Fund as aid to state institutions and education. At no time shall the unclaimed prize reserve be utilized inconsistently with the 30% minimum contribution requirement of the State Lottery Law.
- c. Prizes for four (4) interim drawings for "HALLOWEEN MILLIONS RAFFLE" shall be as follows (See Section 9):

WIN	WINNERS PER DRAWING
=====	=====
\$100	150
\$10,000	1
TOTAL	151

- d. The \$1,000,000 prize(s) and/or \$50,000 prize(s) in the multi-state Grand Prize "HALLOWEEN MILLIONS RAFFLE" drawing will be paid in a single disbursement without annuity or deferral.
- f. All payments shall be made to the winner or to his or her estate.
- g. All prizes in excess of \$5,000.00 will be subject to federal withholding tax at the prevailing federal tax rate. All prizes in excess of \$10,000 will additionally be subject to New Jersey gross income tax withholding at the prevailing tax rate.
- h. The holder of a winning ticket for the "HALLOWEEN MILLIONS RAFFLE" Lottery can take said ticket to any claim center for validation. For holders of a winning ticket from any one of the weekly interim drawings, a replacement ticket will be issued, entitling the holder to win prizes in any subsequent weekly interim drawings and the Grand Prize drawing. All agents having an agent-operated, online gaming terminal are claim centers. If said winning ticket entitles the holder to a prize of \$599.00 or less, said prize will be paid by the agent upon presentation and validation of the ticket. Once a ticket is validated, it will not be returned to the winner. If the winning ticket entitles the holder to a prize that is more than \$599.00, then the agent shall validate the winning ticket, after the claimant signs it. The

claimant shall fill in the top portion of the claim form; the agent must fill in the ticket information portion of the claim form. Both the claimant and the agent sign the claim form. The original copy of the claim form with the bet ticket and validation receipt attached is mailed by the claimant to Lottery Headquarters in the claim form mailer envelope. Once a ticket and claim form is received at Lottery Headquarters and validated, it will not be returned to the winner, but will be retained by the New Jersey State Lottery and the payment will be processed. The winner will retain a copy of the claim form prior to mailing to Lottery Headquarters.

i. Liability of New Jersey State Lottery

The liability of the State Lottery for tickets printed or produced in error by the vendor or for defective tickets shall be limited to the replacement of the defective ticket with another unplayed ticket by the agent or reimbursement of the holder at the retail sale price of the ticket by the Lottery.

All winners, tickets, and transactions are subject to New Jersey State Lottery rules and regulation and State Law. All prize awards are subject to claim procedures, validation tests, and other applicable requirements of the New Jersey State Lottery.

Tickets are void if:

- i. Stolen, unissued, unreadable, mutilated, altered, counterfeit in whole or in part, miscut, multiply printed, defective, printed or produced in error, blank, or partially blank.
 - ii. Printing is irregular.
 - iii. Apparent or asserted numbers are not confirmed by validation number.
 - iv. The ticket fails any of the Lottery's other validation tests.
 - v. An erroneous number selection appears on the ticket.
- j. Any ticket and claim form sent to the Lottery for payment processing or as an inquiry, becomes the property of the New Jersey Lottery. The ticket and claim form will not be returned to the claimant.
- k. All persons holding winning tickets must file a claim for a prize within one year after the date of the drawing. One year means the anniversary of the date of the draw unless the draw date is February 29 in which case the anniversary is considered to be March 1. All winning tickets submitted beyond the one (1) year period are not eligible for prize awards. Except as herein provided, all rules and regulations of the Lottery shall govern the operation of the "HALLOWEEN MILLIONS RAFFLE" Lottery. The Director whose judgment shall be final shall make all determinations of winners.