1 AN ACT concerning State government.

## 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Illinois Lottery Law is amended by changing
Section 7.12 as follows:

6 (20 ILCS 1605/7.12)

7 (Section scheduled to be repealed on July 1, 2017)

8 Sec. 7.12. Internet program.

9 (a) The General Assembly finds that:

10 (1) the consumer market in Illinois has changed since
11 the creation of the Illinois State Lottery in 1974;

12 (2) the Internet has become an integral part of
13 everyday life for a significant number of Illinois
14 residents not only in regards to their professional life,
15 but also in regards to personal business and communication;
16 and

17 (3) the current practices of selling lottery tickets 18 does not appeal to the new form of market participants who 19 prefer to make purchases on the Internet at their own 20 convenience.

It is the intent of the General Assembly to create an Internet program for the sale of lottery tickets to capture this new form of market participant. SB1427 Engrossed - 2 - LRB100 10508 MJP 20723 b

(b) The Department shall create a program that allows an 1 individual 18 years of age or older to purchase lottery tickets 2 3 or shares on the Internet without using a Lottery retailer with on-line status, as those terms are defined by rule. 4 The 5 Department shall restrict the sale of lottery tickets on the Internet to transactions initiated and received or otherwise 6 made exclusively within the State of Illinois. The Department 7 8 shall adopt rules necessary for the administration of this 9 program. These rules shall include, among other things, 10 requirements for marketing of the Lottery to infrequent 11 players, as well as limitations on the purchases that may be 12 made through any one individual's lottery account. The 13 provisions of this Act and the rules adopted under this Act shall apply to the sale of lottery tickets or shares under this 14 15 program.

16 Before beginning the program, the Department of the Lottery 17 must submit a request to the United States Department of Justice for review of the State's plan to implement a program 18 for the sale of lottery tickets on the Internet and its 19 20 propriety under federal law. The Department shall implement the Internet program only if the Department of Justice does not 21 22 object to the implementation of the program within a reasonable 23 period of time after its review.

The Department is obligated to implement the program set forth in this Section and Sections 7.15 and 7.16 only at such time, and to such extent, that the Department of Justice does SB1427 Engrossed - 3 - LRB100 10508 MJP 20723 b

not object to the implementation of the program within a reasonable period of time after its review. While the Illinois Lottery may only offer Lotto, Mega Millions, and Powerball games through the program, the Department shall request review from the federal Department of Justice for the Illinois Lottery to sell lottery tickets on the Internet on behalf of the State of Illinois that are not limited to just these games.

8 The Department shall authorize the private manager to 9 implement and administer the program pursuant to the management 10 agreement entered into under Section 9.1 and in a manner 11 consistent with the provisions of this Section. If a private 12 manager has not been selected pursuant to Section 9.1 at the 13 time the Department is obligated to implement the program, then 14 the Department shall not proceed with the program until after 15 the selection of the private manager, at which time the 16 Department shall authorize the private manager to implement and 17 administer the program pursuant to the management agreement entered into under Section 9.1 and in a manner consistent with 18 19 the provisions of this Section.

Nothing in this Section shall be construed as prohibiting the Department from implementing and operating a website portal whereby individuals who are 18 years of age or older with an Illinois mailing address may apply to purchase lottery tickets via subscription. Nothing in this Section shall also be construed as prohibiting the sale of Lotto, Mega Millions, and Powerball games by a lottery licensee pursuant to the

	SB1427 Engrossed	- 4 -	LRB100 10508	8 MJP 20723 b
1	Department's rules.			
2	(c) (Blank).			
3	(d) This Section is repea	led on July	y 1, <u>2018</u> <del>20</del>	<del>17</del> .
4	(Source: P.A. 98-499, eff. 8-	16-13; 99-	523, eff. 6-	30-16.)
5	Section 99. Effective d	late. This	Act takes	effect upon
6	becoming law.			