Chapter 314-45 WAC  
SERVING AND DONATING OF LIQUOR BY SUPPLIERS AT TRADE CONVENTIONS OF LICENSEES

WAC 314-45-010 Convention defined—Hospitality rooms, display booths, receptions and similar activities—Permits required—Fees—Procedures.

WAC 314-45-010 Convention defined—Hospitality rooms, display booths, receptions and similar activities—Permits required—Fees—Procedures. Activities pursuant to RCW 66.20.010 (8), (9), a manufacturer, importer, wholesaler, or agent thereof, may serve or donate liquor without charge to delegates and guests at a bona fide convention of a trade association composed of licensees of the board, subject to conditions set forth in this regulation.

(1) For the purposes of this section a "convention" is defined as a bona fide session or assembly of the general membership of a trade association composed of licensees of the board.

(2) Such manufacturer, importer, wholesaler, or agent thereof, must hold a special permit issued by the board to engage in such an activity at such convention. The fee for each such special permit shall be $25.00. Application for such permit shall be submitted on a form prescribed by the board. The statutory permits applicable to such activities are:

(a) A special permit provided for in RCW 66.20.010(8) which authorizes the holder thereof to serve liquor without charge to delegates and guests in a hospitality room or from a booth in a board-approved suppliers' display room at such convention.

(b) A special permit provided for in RCW 66.20.010(9) which authorizes the holder thereof to donate liquor for a reception, breakfast, luncheon, or dinner for delegates and guests at such convention.

(3) Any liquor served or donated as provided herein is authorized only for consumption within a specific area designated on an application for permit and approved by the board.

(4) A special permit holder who serves or donates any beer or wine on which state taxes have not been paid, must file a report of the quantity so served or donated and remit the amount of the taxes to the board, in conformity with RCW 66.20.010 (8), (9).

(5) Any spirituous liquor served or donated shall be purchased from the board or a Class H licensee. [Statutory Authority: RCW 66.08.030 and 66.98.070. 85-06-020 (Order 152, Resolution No. 161), § 314-40-040, filed 2/27/85; 82-04-028 (Order 92, Resolution No. 101), § 314-40-040, filed 1/27/82; Rule 106, filed 6/13/63.]

Chapter 315 WAC  
LOTTERY COMMISSION

Title 315 WAC  
GENERAL PROVISIONS AND DEFINITIONS

Chapters
315-02 General provisions and definitions.
315-04 Licensing procedure.
315-06 General lottery rules.
315-10 Instant games—General rules.
315-11 Instant game rules—Specific rules.
315-12 Public records disclosure.
315-20 Procedural rules—Contested cases—Petitions for declaratory ruling and rule making.
315-31 Triple Choice rules.
315-32 Lotto.

Chapter 315-02 WAC  
GENERAL PROVISIONS AND DEFINITIONS

WAC
315-02-000 Time and place of meetings.
315-02-080 Filing of adopted rules.
315-02-150 General license defined.
315-02-160 Lottery retailer defined.
315-02-200 Provisional license defined.

WAC 315-02-020 Time and place of meetings. (1) Regular public meetings of the commission shall be held on the first Friday of March, June, September, and December, or the preceding business day if that Friday is a holiday. Each such regular meeting shall be held in Olympia, Washington at a time and place designated by the director and published in the meeting agenda.

(2) Additional public meetings necessary to discharge the business of the commission may be called from time to time by the chairman or by a quorum of the commission. [Statutory Authority: RCW 67.70.040. 85-07-005 (Order 71), § 315-02-020, filed 3/8/85; 12/16/85; 84-21-01-037 (Order 71), § 315-02-020, filed 9/12/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-01-037 (Order 72), § 315-02-020, filed 10/15/82.]

WAC 315-02-080 Filing of adopted rules. The commission hereby authorizes each of the following to act as an agent of the commission for the purpose of signing Form CR-8 promulgated by the code reviser for the purpose of filing adopted rules:

(1) Each member of the commission;
(2) Director;
(3) Deputy director. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-02-080, filed 12/16/85; 84-21-013 (Order 66), § 315-02-080, filed 10/5/84.]

WAC 315-02-150 General license defined. "General license" means a license issued by the director which authorizes a lottery retailer to conduct the routine sale of tickets at a fixed structure or facility. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-
Licensing Procedure

Chapter 315-04 WAC

LICENSING PROCEDURE

WAC 315-04-010 Lottery retailers.
WAC 315-04-020 License application eligibility.
WAC 315-04-030 License application.
WAC 315-04-040 General license.
WAC 315-04-060 Provisional license.
WAC 315-04-070 License fees.
WAC 315-04-080 License issuance eligibility.
WAC 315-04-100 Repealed.
WAC 315-04-110 Duplicate licenses.
WAC 315-04-120 Transfer of license prohibited.
WAC 315-04-125 Change of name or location.
WAC 315-04-130 Death or incapacity of licensee.
WAC 315-04-132 Change of business structure, ownership, or officers.
WAC 315-04-133 Repealed.
WAC 315-04-134 Repealed.
WAC 315-04-140 License not a vested right.
WAC 315-04-150 License to be displayed.
WAC 315-04-160 Display of material.
WAC 315-04-170 Tickets convenient to public.
WAC 315-04-180 Obligations of lottery retailers.
WAC 315-04-190 Compensation.
WAC 315-04-200 Denial, suspension or revocation of a license.
WAC 315-04-210 Procedure if license is suspended or revoked.
WAC 315-04-220 Limited off premises sales permit.

DISPOSITION OF SECTIONS FORMERLY CODIFIED IN THIS CHAPTER

WAC 315-04-100 License renewals. [Statutory Authority: RCW 67.70.040. 84-01-002 (Order 41), § 315-04-100, filed 12/8/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-04-100, filed 10/15/82.]

WAC 315-04-133 Change of ownership. [Statutory Authority: RCW 67.70.040. 84-12-057 (Order 58), § 315-04-133, filed 6/4/84.] Repealed by 85-09-004 (Order 72), filed 4/5/85. Statutory Authority: RCW 67.70.040.

WAC 315-04-134 Change of officers. [Statutory Authority: RCW 67.70.040. 84-19-045 (Order 64), § 315-04-134, filed 9/17/84; 84-12-057 (Order 58), § 315-04-134, filed 6/4/84.] Repealed by 85-09-004 (Order 72), filed 4/5/85. Statutory Authority: RCW 67.70.040.

WAC 315-04-010 Lottery retailers. The director shall license as lottery retailers such persons who will best serve the public interest and convenience, promote the sale of tickets and meet the eligibility criteria for application and licensure. Said lottery retailers shall be authorized to sell such tickets as in the director’s opinion will promote the best interests of the commission and produce maximum revenue, but a lottery retailer need not be authorized to sell tickets for all games operated by the director. A lottery retailer may be required to post a bond or cash in lieu of a bond in such terms and conditions as the director may require. [Statutory Authority: RCW 67.70.040. 84-01-060 (Order 83), § 315-04-010, filed 12/16/85; 85-09-004 (Order 72), § 315-04-010, filed 4/5/85; 84-01-002 (Order 41), § 315-04-010, filed 12/8/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-010, filed 10/15/82.]

WAC 315-04-020 License application eligibility. Any person may submit an application for licensure except:

1. No person may submit an application for licensure who is under 18 years of age.
2. No person may submit an application who will be engaged exclusively in the business of selling tickets.
3. No person may submit an application for licensure who is a member or employee of the commission or who is the spouse, child, brother, sister or parent residing as a member of the same household in the principal place of abode of any member or employee of the commission.
4. No person may submit an application who is, or is owned or controlled by or affiliated with, a vendor or contractor of the commission or director for the development, operation, management, security or any other aspect of a specific game.
5. No person may submit an application who is not legally registered and licensed to conduct business in the state of Washington.

The submission of an application shall not entitle any person to receipt of a license to act as a lottery retailer. An application may be denied for any reason permitted by statute or these rules. [Statutory Authority: RCW 67.70.040. 84-01-060 (Order 83), § 315-04-020, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-020, filed 10/15/82.]

WAC 315-04-030 License application. Any eligible person may apply for a license to act as a lottery retailer by first filing with the director an application on a form approved by the director, together with any supplement thereto, which shall include, but not be limited to, authorization to investigate criminal history, financial records and financial sources, said forms and supplements to be signed under oath. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-030, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-04-030, filed 10/15/82.]

[1985 WAC Supp—page 1535]
WAC 315-04-040 General license. The director may issue a general license to an applicant who qualifies for licensure. The general license shall authorize the lottery retailer to conduct the routine sale of tickets at the location specified on the general license. An addendum to the general or provisional license may be obtained as provided for in WAC 315-04-220, permitting the lottery retailer to sell tickets in locations other than that specified on its license. The general license shall be valid until terminated by the lottery or the lottery retailer, provided, the lottery retailer shall provide periodic updates of license information as required by the director. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-040, filed 12/16/85; 85-09-004 (Order 72), § 315-04-040, filed 4/5/85. Statutory Authority: RCW 67.70.040 and 67.70.050. 83-05-029 (Order 14), § 315-04-040, filed 2/10/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-040, filed 10/15/82.]

WAC 315-04-060 Provisional license. (1) The director may issue a provisional license to an applicant for a general license after receipt of a person's fully completed lottery retailer's application, the authorization of a complete personal background check, and completion of a preliminary background check. The provisional license shall expire at the time of issuance of the general license or ninety days from the date the provisional license is issued, whichever occurs first. The provisional license may be extended by the director for one additional ninety-day period of time.

(2) If the ownership of an existing lottery retailer location changes, the director may issue a provisional license to the new owner. The provisional license shall expire twenty working days from the date of issuance if the director has not received the new owner's fully completed lottery retailer's application and authorization of a complete personal background check. If the required materials have been timely received by the director and a preliminary background check has been completed, the provisional license shall expire at the time of issuance of the general license or ninety days from the date the provisional license is issued, whichever occurs first. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-060, filed 12/16/85; 85-09-004 (Order 72), § 315-04-060, filed 4/5/85; 84-22-047 (Order 68), § 315-04-060, filed 11/7/84. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-060, filed 10/15/82.]

WAC 315-04-070 License fees. (1) The fee for a license application shall be $15.00.

(2) The fee for a background check shall be $10.00 regardless of the number of individuals listed on the license application for whom background checks are required. A background check will be required and this fee will be charged when an application for a license lists an individual who does not have on file with the lottery a current "personal information form."

(3) All fees established in this section or other sections of this title are not refundable with the exception of the fees in subsection (1) of this section which may be refunded if a license is not issued. [Statutory Authority: RCW 67.70.040. 85-09-004 (Order 72), § 315-04-070, filed 4/5/85; 84-12-057 (Order 58), § 315-04-070, filed 6/4/84; 84-01-002 (Order 41), § 315-04-070, filed 12/8/83; 83-19-019 (Order 36), § 315-04-070, filed 9/12/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-070, filed 10/15/82.]

WAC 315-04-090 License issuance eligibility. (1) The director may issue a license to any person to act as a lottery retailer who meets the eligibility criteria established by chapter 7, Laws of 1982 2nd ex. sess., and these rules.

(2) Before issuing a license, the director shall consider:

(a) The financial responsibility and security of the person and its business or activity;

(b) The background and reputation of the applicant in the community for honesty and integrity;

(c) The type of business owned or operated by the applicant to ensure consonance with the dignity of the state, the general welfare of the people and the operation and integrity of the lottery;

(d) The accessibility of the applicant's place of business or activity to the public;

(e) The sufficiency of existing licenses to serve the public convenience;

(f) The volume of expected sales;

(g) The veracity of the information supplied in the application for a lottery retailer license; and

(h) The applicant's indebtedness to the state of Washington, local subdivisions of the state and/or the United States government.

(3) The director may condition the issuance of any license upon the posting of a bond in such terms and conditions as the director may require. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-090, filed 12/16/85. Statutory Authority: RCW 67.70.040 and 67.70.050. 83-05-029 (Order 14), § 315-04-090, filed 2/10/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-04-090, filed 10/15/82.]

WAC 315-04-100 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-04-110 Duplicate licenses. Upon the loss, mutilation or destruction of any license issued by the director, application for a duplicate must be made on a form approved by the director. A statement signed by the lottery retailer which details the circumstances under which the license was lost, mutilated, or destroyed and certifies that such license was, in fact, lost, mutilated or destroyed, shall accompany such application. A mutilated license shall be surrendered to the director upon issuance or denial of a duplicate license. A lost license, when found, must be immediately surrendered to the director. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-110, filed 12/16/85; 85-09-004 (Order 72), § 315-04-110, filed 4/5/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-04-110, filed 10/15/82.]

[1985 WAC Supp—page 1536]
WAC 315-04-120 Transfer of license prohibited. Any license issued by the director is personal to the lottery retailer and may not be transferred to another person except in the event of the death or incapacity of licensee as provided in WAC 315-04-130. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-120, filed 12/16/85; 84-12-057 (Order 58), § 315-04-120, filed 6/4/84; 84-09-008 (Order 54), § 315-04-120, filed 4/9/84; 84-01-002 (Order 41), § 315-04-120, filed 12/8/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-04-120, filed 10/15/82.]

WAC 315-04-130 Death or incapacity of licensee. (1) In the event of the proven incapacity, death, receivership, bankruptcy or assignment for benefit of creditors of any lottery retailer, upon approval of the director, the license may be transferred to a court appointed or court confirmed guardian, executor or administrator, receiver, trustee, or assignee for the benefit of creditors, who may continue to operate the activity under the license, subject to the provisions of chapter 7, Laws of 1982 2nd ex. sess. and these rules. (2) The person to whom a license is transferred hereunder must be otherwise qualified to hold a license. (3) The license following transfer shall be void upon any other documentation the director may require. (4) The director may condition the transfer of any license under this section upon the posting of a bond in such terms and conditions as the director may require. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-125, filed 12/16/85; 85-09-004 (Order 72), § 315-04-125, filed 4/5/85; 84-01-002 (Order 41), § 315-04-125, filed 12/8/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-120, filed 10/15/82.]

WAC 315-04-132 Change of business structure, ownership, or officers. (1) Every change of business structure of a person to whom a license has been issued must be reported to the lottery prior to the change. A change of business structure shall mean the change from one form of business organization to another, such as from sole proprietorship to partnership or corporation. (2) Every substantial change of ownership of a person to whom a license has been issued must be reported to the lottery prior to the change. A substantial change of ownership shall mean the transfer of ten percent or more equity. (3) Every change of officers of a person to whom a license has been issued must be reported to the lottery not later than ten days following the effective day of the change. (4) If such change involves the addition or deletion of one or more owners or officers, the lottery retailer shall submit a license application reflecting the change(s) and any other documentation the director may require. (5) If such change involves the addition of one or more owners or officers who does not have on file with the lottery a current "personal information form," each such owner or officer shall submit a "personal information form." [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-132, filed 12/16/85; 85-09-004 (Order 72), § 315-04-132, filed 4/5/85; 84-12-057 (Order 58), § 315-04-132, filed 6/4/84.]

WAC 315-04-133 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-04-134 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-04-140 License not a vested right. (1) The possession of a license issued by the director to any person to act as a lottery retailer in any capacity is a privilege personal to that person and is not a legal right. (2) The possession of a license issued by the director to any person to act as a lottery retailer in any capacity does not entitle that person to sell tickets or obtain materials for any particular game. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-140, filed 12/16/85; 85-09-004 (Order 72), § 315-04-140, filed 4/5/85; 84-01-002 (Order 41), § 315-04-125, filed 12/8/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-140, filed 10/15/82.]

WAC 315-04-150 License to be displayed. Every lottery retailer shall conspicuously display its license or a copy thereof, to be provided by the lottery, in an area visible to the general public where tickets are being sold. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-150, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-140, filed 10/15/82.]

WAC 315-04-160 Display of material. Lottery retailers shall display lottery point-of-sale material approved by the director in a manner which is readily seen by and available to the public. Upon request, the director may make additional point-of-sale materials available to lottery retailers at no cost or at such costs as determined by the director. Lottery retailers may use and/or display other promotional and point-of-sale material, provided, it is in accord with the image and/or theme established by the lottery, including but not limited to design, script style, color scheme, and logo; and it is consonant with the dignity of the state. The director
may require removal of objectionable material and/or its use be discontinued. [Statutory Authority: RCW 67.70-.040, 86-01-060 (Order 83), § 315-04-160, filed 12/16/85; 84-22-047 (Order 68), § 315-04-160, filed 11/7/84. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-160, filed 10/15/82.]

WAC 315-04-170 Tickets convenient to public. (1) Every lottery retailer shall make the purchase of tickets convenient and readily accessible to the public.

(2) Each lottery retailer shall make tickets available for sale during its normal business hours at the location designated on its license. [Statutory Authority: RCW 67.70.040, 86-01-060 (Order 83), § 315-04-170, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-170, filed 10/15/82.]

WAC 315-04-180 Obligations of lottery retailers. (1) All tickets accepted by the lottery retailer from its assigned depository shall be considered sold to the lottery retailer (unless returned to the depository from which they were obtained within the time specified and as permitted by the director). The purchase price shall be paid to the depository, less the value of lower tier prizes in each book and any discount authorized by these rules.

(2) After acceptance, the lottery retailer is responsible for the condition and security of the tickets and for any losses resulting from tickets which become lost, stolen, mutilated, damaged or otherwise unsaleable. The director shall not reimburse the lottery retailer for any losses which occur after acceptance of the tickets or for which the lottery has no duty or responsibility.

(3) Each lottery retailer shall abide by the law, these rules and all other directives or instructions issued by the director.

(4) Each lottery retailer grants to the director and the commission and employees of the commission an irrevocable license to enter upon the premises of the lottery retailer where the director may have good cause to believe lottery materials and/or tickets are stored or kept in order to inspect said lottery materials and/or tickets and the licensed premises.

(5) All property given, except tickets, to a lottery retailer remains the property of the director, and, upon demand, the lottery retailer agrees to deliver forthwith the same to the director.

(6) All books and records pertaining to the lottery retailer’s lottery activities shall be made available for inspection and copying, during the normal business hours of the lottery retailer and between 8:00 a.m. and 5:00 p.m., Monday through Friday, upon demand by the director or employees of the commission.

(7) All books and records pertaining to the lottery retailer’s lottery activities shall be subject to seizure by the director or employees of the commission without prior notice.

(8) No lottery retailer shall advertise or otherwise display advertising in any part of the lottery retailer’s premises as a licensed location which may be considered derogatory or adverse to the operations or dignity of the lottery and the lottery retailer shall remove any advertising forthwith if requested by the director. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-180, filed 12/16/85; 84-05-008 (Order 51), § 315-04-180, filed 2/7/84; 83-19-019 (Order 36), § 315-04-180, filed 9/12/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-04-180, filed 10/15/82.]

WAC 315-04-190 Compensation. (1) Lottery retailers shall be entitled to a five percent discount from the retail price of the instant game tickets established by rule for each game.

(2) Lottery retailers authorized to sell on-line tickets shall be entitled to a five percent discount from the total of gross on-line ticket sales less on-line ticket cancellations.

(3) Lottery retailers may receive additional compensation through incentive programs including but not limited to additional discounts, retailer games, retailer awards, and retailer bonuses. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-190, filed 12/16/85; 84-21-013 (Order 66), § 315-04-190, filed 10/5/84; 84-01-004 (Order 42), § 315-04-190, filed 12/8/83. Statutory Authority: RCW 67.70.040 and 67.70.050. 83-05-029 (Order 14), § 315-04-190, filed 2/10/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-190, filed 10/15/82.]

WAC 315-04-200 Denial, suspension or revocation of a license. The director may deny an application for or suspend or revoke any license issued pursuant to these rules for one or more of the following reasons:

(1) Failure to meet or maintain the eligibility criteria for license application and issuance established by chapter 7, Laws of 1982 2nd ex. sess., or these rules;

(2) Failure to account for lottery tickets received or the proceeds of the sale of tickets or to post a bond if required by the director or to comply with the instructions of the director concerning the licensed activity;

(3) Failure to pay to the lottery any obligation when due;

(4) Violating any of the provisions of chapter 7, Laws of 1982 2nd ex. sess., or these rules;

(5) Failure to file any return or report or to keep records required by the director or by these rules;

(6) Failure to pay any federal, state or local tax or indebtedness;

(7) Fraud, deceit, misrepresentation or conduct prejudicial to public confidence in the lottery;

(8) If public convenience is adequately served by other licenses;

(9) Failure to sell a sufficient number of tickets to meet administrative costs;

(10) If there is a history of thefts or other forms of losses of tickets or revenue therefrom;

(11) If there is a delay in accounting or depositing in the designated depository the revenues from the ticket sales;

WAC 315-04-310 Return on lottery sales. (1) Every lottery retailer shall make the purchase of instant lottery tickets from the assigned depository less the value of lower tier prizes in each book and any discount authorized by these rules.

(2) Each lottery retailer shall make tickets available for sale during its normal business hours at the location designated on its license. [Statutory Authority: RCW 67.70.040, 86-01-060 (Order 83), § 315-04-170, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-170, filed 10/15/82.]

WAC 315-04-320 Obligations of lottery retailers. (1) All tickets accepted by the lottery retailer from its assigned depository shall be considered sold to the lottery retailer (unless returned to the depository from which they were obtained within the time specified and as permitted by the director). The purchase price shall be paid to the depository, less the value of lower tier prizes in each book and any discount authorized by these rules.

(2) After acceptance, the lottery retailer is responsible for the condition and security of the tickets and for any losses resulting from tickets which become lost, stolen, mutilated, damaged or otherwise unsaleable. The director shall not reimburse the lottery retailer for any losses which occur after acceptance of the tickets or for which the lottery has no duty or responsibility.

(3) Each lottery retailer shall abide by the law, these rules and all other directives or instructions issued by the director.

(4) Each lottery retailer grants to the director and the commission and employees of the commission an irrevocable license to enter upon the premises of the lottery retailer in which tickets may be sold or any other location under the control of the lottery retailer where the director may have good cause to believe lottery materials and/or tickets are stored or kept in order to inspect said lottery materials and/or tickets and the licensed premises.

(5) All property given, except tickets, to a lottery retailer remains the property of the director, and, upon demand, the lottery retailer agrees to deliver forthwith the same to the director.

(6) All books and records pertaining to the lottery retailer’s lottery activities shall be made available for inspection and copying, during the normal business hours of the lottery retailer and between 8:00 a.m. and 5:00 p.m., Monday through Friday, upon demand by the director or employees of the commission.

(7) All books and records pertaining to the lottery retailer’s lottery activities shall be subject to seizure by the director or employees of the commission without prior notice.

(8) No lottery retailer shall advertise or otherwise display advertising in any part of the lottery retailer's
(12) Has violated, failed or refused to comply with any of the provisions, requirements, conditions, limitations or duties imposed by chapter 9.46 RCW (Gambling Act), or chapter 7, Laws of 1982 2nd ex. sess., or when a violation of any provisions of chapter 7, Laws of 1982 2nd ex. sess., has occurred upon any premises occupied or operated by any such person or over which he or she has substantial control;

(13) Knowingly causes, aids, abets or conspires with another to cause any person to violate any of the laws of this state;

(14) Has obtained a license by fraud, misrepresentation, concealment or through inadvertence or mistake;

(15) Has been convicted of, or forfeited bond upon a charge of, or pleaded guilty to, forgery, larceny, extortion, conspiracy to defraud, willful failure to make required payments or reports to a governmental agency at any level, or filing false reports therewith, or of any similar offense or offenses, or of bribing or otherwise unlawfully influencing a public official or employee of any state or the United States, or of any crime, whether a felony or misdemeanor, involving any gambling activity or physical harm to individuals or involving moral turpitude;

(16) Makes a misrepresentation of, or fails to disclose, a material fact to the commission or director on any report, record, application form or questionnaire required to be submitted to the commission or director. Misrepresentation of, or failure to disclose criminal history shall be considered a material fact for purposes of this section;

(17) Denies the commission or director or their authorized representatives, including authorized local law enforcement agencies, access to any place where a licensed activity is conducted, or fails to promptly produce for inspection or audit any book, record, document or item required by law or these rules;

(18) Is subject to current prosecution or pending charges, or a conviction which is under appeal, for any of the offenses indicated under subsection (15) of this section: Provided, That at the request of an applicant for an original license, the director may defer decision upon the application during the pendency of such prosecution or appeal;

(19) Has pursued or is pursuing economic gain in an occupational manner or context which is in violation of the criminal or civil public policy of this state if such pursuit creates probable cause to believe that the participation of such person in lottery or gambling or related activities would be iminical to the proper operation of an authorized lottery or gambling or related activity in this state. For the purposes of this section, occupational manner or context shall be defined as the systematic planning, administration, management or execution of an activity for financial gain;

(20) Is a career offender or a member of a career offender cartel or an associate of a career offender or career offender cartel in such a manner which creates probable cause to believe that the association is of such a nature as to be iminical to the policy of this state or to the proper operation of the authorized lottery or gambling or related activities in this state. For the purposes of this section, career offender shall be defined as any person whose behavior is pursued in an occupational manner or context for the purpose of economic gain utilizing such methods as are deemed criminal violations of the public policy of this state. A career offender cartel shall be defined as any group of persons who operate together as career offenders;

(21) Failure to follow the instructions of the director for the conduct of any particular game or special event;

(22) Failure to follow security procedures of the director for the handling of tickets or for the conduct of any particular game or special event; or

(23) Makes a misrepresentation of fact to the purchaser, or prospective purchaser, of a ticket, or to the general public with respect to the conduct of a particular game or event. [Statutory Authority: RCW 67.70.040. 85-16-031 (Order 77), § 315-04-200, filed 7/30/85; 85-09-004 (Order 72), § 315-04-200, filed 4/5/85. Statutory Authority: RCW 67.70.040 and 67.70.050. 83-07-022 (Order 17), § 315-04-200, filed 3/11/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 and 82-21-068 (Orders 2 and 2A), § 315-04-200, filed 10/15/82 and 10/20/82.]

**WAC 315-04-210 Procedure if license is suspended or revoked.** Upon revocation or suspension of a lottery retailer's license for any reasons whatsoever, the lottery retailer must appear at its assigned depository or before the director or his or her designee, by a date designated by the director for the purpose of rendering a final lottery accounting, the surrender of the lottery retailer's license, his or her identification card and other lottery property. Upon the lottery retailer's failure to appear by the designated date to render a final accounting, or otherwise to surrender the license, identification card and other lottery property as instructed, the depository shall immediately notify the director by telephone and confirm in writing. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-04-210, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-039 (Order 4), § 315-04-210, filed 10/15/82.]

**WAC 315-04-220 Limited off premises sales permit.** (1) The director may permit any lottery retailer who has been issued a general or provisional license to sell tickets in locations other than that specified on its license and to employ persons to make such sales provided that:

(a) A lottery retailer requesting a "limited off premises sales permit" shall submit an application, completed in its entirety, using a form approved by the director.

(b) An application for a "limited off premises sales permit" for instant lottery tickets must be submitted to the lottery a minimum of thirty days prior to the event to provide adequate time for processing. An application for a "limited off premises sales permit" for on-line games must be submitted a minimum of sixty days prior to the event to provide adequate time for processing.

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Applications received after these time limits may not be approved.

(c) The geographical area and type of location in which such sales are requested shall be individually approved by the director.

(d) Each lottery retailer making such sales shall be individually approved by the director and shall display identification in such form and manner as shall be prescribed by the director.

(e) The lottery retailer and its employees shall abide by such other instructions and restrictions as may be prescribed by the director to govern such sales.

(2) The lottery retailer's license shall bear an addendum with the phrase "limited off premises sales permitted," and the licensed agent shall display with its license the addendum which sets forth the terms and conditions under which such sales may be made. A photocopy of the addendum shall be posted at each location where off premises sales are permitted.

(3) Lottery retailers must redeem low-tier winning tickets sold at the off premises location at that location and at their licensed location. The location of the licensed location must be posted at the off premises location. Lottery retailers must also provide claim forms to holders of high-tier winning tickets at both locations.

(4) The "limited off premises sales permit" shall be valid for not more than thirty days and may be renewed twice, if approved by the director, for periods not to exceed thirty days each.

(5) Lottery retailers granted "limited off premises sales permits" will not be required to conduct other licensed business activities at the off premises locations.

(6) Lottery retailers granted "limited off premises sales permits" shall bear all costs associated with such sales including but not limited to construction of booths, stands, etc.; telephone line installation; telephone line charges and installation of a dedicated electric circuit. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-020, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7 §§ 4 and 8. 83-03-034 (Order 10), § 315-06-020, filed 1/14/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-06-020, filed 10/15/82.]

WAC 315-06-020 Authorization to sell tickets.
Lottery retailers are authorized, as limited by WAC 315-04-140, to sell tickets directly to the public. Retail outlets of the state liquor control board are not required to be licensed as lottery retailers. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-020, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7 §§ 4 and 8. 83-03-034 (Order 10), § 315-06-020, filed 1/14/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-06-020, filed 10/15/82.]

WAC 315-06-030 Lottery retailer's instructions.
Each lottery retailer to is conform to the instructions and requirements established by the director for the delivery and return of tickets, the location and display of lottery materials, the conduct of a specific game, or other lottery business. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-030, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-030, filed 10/15/82.]

WAC 315-06-035 Instant ticket purchase price and conditions.
(1) The lottery retailer's purchase price for each pack of instant tickets shall be the retail price of the pack less the value of the pack's low-tier prizes less the retailer discount authorized pursuant to WAC 315-04-190. Lottery retailers shall reimburse the lottery for each low-tier prize payment made by the lottery for winning tickets purchased from the lottery retailer.

(2) Lottery retailers shall make payment to the lottery by business check, cashier's check, certified check, or money order. The director may designate the form of payment.

(3) The director shall establish payment terms for purchase of instant tickets and shall issue instructions for such payments to lottery retailers. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-035, filed 12/16/85. 85-09-004 (Order 72), § 315-06-035, filed 4/5/85.]

WAC 315-06-040 Disclosure of probability of purchasing a winning ticket.
(1) The estimated average probability of purchasing a winning ticket shall be conspicuously displayed on the back of tickets for a specific game. The estimated average probability of purchasing a winning ticket for each category of prize in a specific game shall be conspicuously displayed on:

(a) All printed promotional and advertising materials for a specific game, including but not limited to, brochures, posters, billboards, placards, and point-of-sale displays; and

(b) Instructions to lottery retailers for the conduct of a specific game.

(2) The disclosure required by this section shall not apply to generic promotional and advertising materials publicizing the Washington state lottery which do not
promote a specific game. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-040, filed 12/16/85; 84-01-004 (Order 42), § 315-06-040, filed 12/8/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-040, filed 10/15/82.]

WAC 315-06-050 Location of sale. Tickets may be sold by any person who is issued a license to act as a lottery retailer at the location specified on the license, subject to the director's authority as set forth in sections 5 and 7, chapter 7, Laws of 1982 2nd ex. sess., and these rules.

No such sales shall be made on premises used primarily for residential purposes, in or on the property of any school, or in or upon the property of any facility operated primarily for providing welfare services to the poor or infirmed, or in any facility maintained solely for religious worship. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-050, filed 12/16/85. Statutory Authority: RCW 67.70.040 and 67.70.050. 83-05-029 (Order 14), § 315-06-050, filed 2/10/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-06-050, filed 10/15/82.]

WAC 315-06-060 Price of tickets—Limitations. No lottery retailer may sell a ticket at a price greater or less than that established in accordance with these rules. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-060, filed 12/16/85. Statutory Authority: RCW 67.70.040 and 67.70.050. 83-05-029 (Order 14), § 315-06-050, filed 2/10/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-06-050, filed 10/15/82.]

WAC 315-06-080 Certain purchases of tickets, gratuities, and certain winning of prizes prohibited. Certain purchases of tickets, certain winning and sharing of prizes, and gratuities are prohibited as follows:

(1) A ticket shall not be purchased by, and a prize shall not be paid to any member or employee of the commission or to any spouse, child, brother, sister, or parent residing as a member of the same household in the principal place of abode of any member or employee of the commission, or to any assistant attorney general assigned to advise the commission or director.

(2) A prize claimed by a holder of a winning ticket shall not be shared with any member or employee of the commission or any spouse, child, brother, sister, or parent residing as a member of the same household in the principal place of abode of any member or employee of the commission.

(3) No gratuities offered by prize winners, vendors, contractors, or others conducting business with the lottery, may be accepted by lottery retailers or by any member or employee of the commission or any spouse, child, brother, sister, or parent residing as a member of the same household in the principal place of abode of any member or employee of the commission.

(4) A ticket shall not be purchased by, and a prize shall not be paid to any CPA accounting firm, or its employees, retained by the director of financial management pursuant to sections 31 and 32, chapter 7, Laws of 1982 2nd ex. sess. or any employee of the director of financial management performing a management review or audit of the commission or director.

(5) A ticket shall not be sold to or purchased by any person under the age of eighteen. Nothing in this section shall prohibit the purchase of a ticket for the purpose of making a gift by a person eighteen years of age or older to a person less than that age.

(6) A ticket shall not be purchased with food stamps or coupons and a lottery retailer shall not accept as consideration for a ticket food stamps or coupons. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-080, filed 12/16/85; 84-22-047 (Order 68), § 315-06-080, filed 11/7/84. Statutory Authority: 1982 2nd ex.s. c 7 §§ 4 and 5. 83-03-033 (Order 9), § 315-06-080, filed 1/14/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-06-080, filed 10/15/82.]

WAC 315-06-090 Slot machines prohibited. The following coin–operated machines shall not be used in the conduct of games:

(1) Coin–operated, instant video games which pay out prizes, either by skill or chance; and

(2) Coin–operated slot machines which dispense lottery tickets unattended by a lottery retailer. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-090, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-090, filed 10/15/82.]

WAC 315-06-100 Data processing terminals for the dispensing of tickets authorized. On-line data–processing ticket vending terminals for use by lottery retailers in the issuing of tickets may be used in the conduct of games. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-100, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-100, filed 10/15/82.]

WAC 315-06-110 Conversion to data processing vending terminals. The director reserves the right upon thirty days' notice to the lottery retailer to convert any licensed location from a manual–type operation to an on-line data processing ticket vending terminal operation and from a vending terminal operation on either a rental or purchase basis to a manual–type operation in the sale and distribution of tickets. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-110, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-110, filed 10/15/82.]

WAC 315-06-120 Payment of prizes—General provisions. (1) The director may designate claim centers for the filing of prize claims, and the location of such centers shall be publicized from time to time by the director.

(2) A claim shall be entered in the name of a single legal entity as claimant, either one individual or one organization. A claim may be entered in the name of an organization only if the organization is a legal entity and
possesses a federal employer's identification number (FEIN) as issued by the internal revenue service and such number is shown on the claim form. Groups, family units, organizations, clubs, or other organizations which are not a legal entity, or do not possess a federal employer's identification number, shall designate one individual in whose name the claim is to be entered.

(3) Unless otherwise provided in the rules for a specific type of game, a claimant shall sign the back of the ticket and/or complete and sign a claim form approved by the director. The claimant shall submit the claim form and/or claimant's ticket to the lottery in accordance with the director's instructions as stated in the players' manual and/or on the back of the ticket or submit a request for reconstruction of an alleged winning ticket and sufficient evidence to enable reconstruction and that the claimant had submitted a claim for the prize, if any, for that ticket. The claimant, by submitting the claim or request for reconstruction, agrees to the following provisions:

(a) The discharge of the state, its officials, officers, and employees of all further liability upon payment of the prize; and
(b) The authorization to use the claimant's name for publicity purposes upon award of the prize.

(4) A prize must be claimed within the time limits prescribed by the director in the instructions for the conduct of a specific game, but in no case shall a prize be claimed later than 180 days after the official end of that instant game or the on-line game drawing for which that on-line ticket was purchased.

(5) The director may deny awarding a prize to a claimant if:

(a) The ticket was not legally issued initially; or
(b) The ticket was stolen from the commission, director, its employees or retailers, or from a lottery retailer; or
(c) The ticket has been altered or forged, or has otherwise been mutilated such that the authenticity of the ticket cannot be reasonably assured by the director.

(6) No person entitled to a prize may assign his or her right to claim it except:

(a) That payment of a prize may be made to any court appointed legal representative, including, but not limited to, guardians, executors, administrators, receivers, or other court appointed assignees; or
(b) For the purposes of paying federal, state or local tax.

(7) In the event that there is a dispute or it appears that a dispute may occur relative to any prize, the director may refrain from making payment of the prize pending a final determination by the director or by a court of competent jurisdiction relative to the same.

(8) A ticket that has been legally issued by a lottery retailer is a bearer instrument until signed. The person who signs the ticket is considered the bearer of the ticket. Payment of any prize may be made to the bearer, and all liability of the state, its officials, officers, and employees and of the commission, director and employees of the commission terminates upon payment.

(9) All prizes shall be paid within a reasonable time after the claims are validated by the director and a winner is determined. Provided, prizes paid for claims validated pursuant to WAC 315-10-070(2) shall not be paid prior to one hundred eighty-one days after the official end of that instant game. The date of the first installment payment of each prize to be paid in installment payments shall be the date the claim is validated. Subsequent installment payments shall be made as follows:

(a) If the prize was awarded as the result of a drawing conducted by the lottery, installment payments shall be made weekly, monthly, or annually from the date of the drawing in accordance with the type of prize awarded; or
(b) If the prize was awarded in a manner other than a drawing conducted by the lottery, installment payments shall be made weekly, monthly, or annually from the date the claim is validated in accordance with the type of prize awarded.

(10) The director may, at any time, delay any payment in order to review a change of circumstances relative to the prize awarded, the payee, the claim or any other matter that may have come to his or her attention. All delayed payments shall be brought up to date immediately upon the director's confirmation and continue to be paid on each originally scheduled payment date thereafter.

(11) If any prize is payable for the life of the claimant, only a natural person may claim such a prize and, if claiming on behalf of a group, corporation or the like, the life of such natural person claiming the prize shall be the measuring life.

(12) The director's decisions and judgments in respect to the determination of a winning ticket or of any other dispute arising from the payment or awarding of prizes shall be final and binding upon all participants in the lottery.

(13) Each lottery retailer shall pay all prizes authorized to be paid by the lottery retailer by these rules during its normal business hours at the location designated on its license.

(14) In the event a dispute between the director and the claimant occurs as to whether the ticket is a winning ticket, and if the ticket prize is not paid, the director may, solely at his or her option, replace the disputed ticket with an unplayed ticket (or tickets of equivalent sales price from any game). This shall be the sole and exclusive remedy of the claimant. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-120, filed 12/16/85; 85-16-031 (Order 77), § 315-06-120, filed 7/30/85; 84-19-045 (Order 64), § 315-06-120, filed 9/17/84; 84-09-008 (Order 54), § 315-06-120, filed 4/9/84; 84-01-002 (Order 41), § 315-06-120, filed 12/8/83. Statutory Authority: RCW 67.70.040 and 67.70.050. 83-05-029 (Order 14), § 315-06-120, filed 2/10/83.]

WAC 315-06-130 Prizes payable after death or disability of owner. (1) All prizes or a portion thereof which remain unpaid at the time of the prize winner's...
death shall be payable to the court appointed representative of the prize winner's estate once satisfactory evidence of said representative appointment has been presented to the director, claim forms have been properly filled out, and the director is satisfied that such payment is lawful and proper.

(2) Prize moneys will be paid according to the law of descent and distribution, chapter 11.04 RCW, of the state of Washington if the owner thereof dies intestate regardless of whether the prize winner was domiciled at the time of the prize winner's death in the state of Washington.

(3) The director may rely wholly on the presentment of certified copies of a court's appointment of an administrator or executor, guardian, conservator or on any other evidence of a person entitled to the payment of any prize winnings then due.

(4) The payment to the estate of the deceased owner of any prize winnings by the director shall absolve the director, the commission and employees of the commission of any further liability for payment of said prize winnings. The director need not look to the payment of the prize winnings beyond the payee thereof.

(5) The estate of a deceased prize winner may elect to have the payment of an installment prize accelerated and paid to the estate at the installment prize's present cash value in lieu of receiving continued payments.

(6) The director may petition any court of competent jurisdiction to request a determination for the payments of any prize winnings which are or may become due the estate of a deceased owner or an owner under a disability because of, but not limited to, underage, mental deficiency, or physical or mental incapacity.

(7) If the legatee(s) or heir(s) of a deceased owner entitled to prize winnings obtains an order from a court of competent jurisdiction directing payments due and to become due from the director to be paid directly to said legatee(s) or heir(s) or otherwise directs the director to make payments to another in the event of an owner's disability or otherwise, the director shall pay the prize winnings accordingly. [Statutory Authority: RCW 67.70.040. 84-05-008 (Order 51), § 315-06-130, filed 2/7/84. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-037 (Order 2), § 315-06-130, filed 10/15/82.]

WAC 315-06-150 Assignment of depository. Each lottery retailer may be assigned a designated depository from which to take delivery of tickets, in which to deposit receipts from the sale of tickets, and otherwise to account for the lottery retailer's transactions. The depository shall be notified of each authorized lottery retailer which it will service. Each depository may rely upon such notification in its dealings with the lottery retailers until notified to the contrary by the director as long as the lottery retailer presents a lottery retailer identification card bearing an authorized signature and his or her lottery retailer identification card. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-150, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-150, filed 10/15/82.]

WAC 315-06-160 Lottery retailer's identification card. (1) The director will issue to each lottery retailer an identification card which must be presented by it or its authorized representative when taking delivery of tickets from the authorized depositories. No depository shall issue any tickets until the lottery retailer or its authorized representative presents its identification card and fulfills all instructions of the director.

(2) In the event the identification card is lost or otherwise misplaced the lottery retailer must immediately notify by telephone its assigned depository and the director, and confirm the loss in writing within 24 hours to the director. The depository shall not, in any way, transact business with any person presenting himself or herself with the reported lost identification card until otherwise notified by the director.

(3) Each lottery retailer shall give notice in writing to the lottery retailer's assigned depository and to the director the name and address of each person in his or her business who is authorized to request and to take delivery of tickets, to deposit receipts from the sale of tickets and to otherwise have dealings with the depository. Each authorized person must identify himself or herself to the depository by means of a lottery retailer's identification card received from the director before tickets are delivered. Each lottery retailer is restricted to his or her assigned depository for the purpose of conducting lottery business in conformity to law, and these rules, unless otherwise instructed by the director.

(4) Upon the loss, mutilation or destruction of any identification card issued by the director, application for a duplicate must be made on a form approved by the director. A statement signed by the lottery retailer which details the circumstances under which the identification card was lost, mutilated, or destroyed and certifies that such identification card was, in fact, lost, mutilated or destroyed, shall accompany such application. A mutilated identification card shall be surrendered to the director upon issuance or denial of a duplicate. A lost identification card, when found, must be immediately surrendered to the director. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-160, filed 12/16/85. Statutory Authority: RCW 67.70.040 and 67.70.050. 83-05-029 (Order 14), § 315-06-160, filed 2/10/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-160, filed 10/15/82.]

WAC 315-06-170 Deposits of lottery revenues. (1) Each lottery retailer shall purchase the tickets distributed to it and the monies for payment of these tickets shall be deposited to the credit of the state lottery account in a designated depository. Deducted from the total purchase cost to the lottery retailer, in such manner as the director may require shall be the amount, if any, which the lottery retailer may pay as prizes and which it may retain as compensation for its services in accordance with these rules. The lottery retailers shall be required to file with the director periodic reports of their respective receipts and transactions in the sale of tickets in such form as approved by the director.

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(2) Each lottery retailer shall account to its assigned depository for all proceeds resulting from its sales of tickets within such time as may be specified by the director for any particular type or kind of lottery which may be authorized by the commission. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-170, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-170, filed 10/15/82.]

WAC 315-06-180 Stolen or lost tickets. A lottery retailer is considered the owner of all tickets it accepts from the lottery and is responsible for ticket security and for maintaining a record of current ticket inventory. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-180, filed 12/16/85; 83-19-019 (Order 36), § 315-06-180, filed 9/12/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-180, filed 10/15/82.]

WAC 315-06-190 Erroneous or mutilated tickets. (1) Tickets erroneously made out or in any way mutilated when received by a lottery retailer are to be returned by the lottery retailer immediately to the depository servicing said lottery retailer. Credit may be allowed for said tickets but only at the point of original sale to the lottery retailer. No credit shall be allowed if the authenticity of the ticket cannot be reasonably determined by the director.

(2) Unless the director is satisfied that a mutilated ticket is authentic, no credit or prize will be issued to the holder of said ticket. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-190, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-190, filed 10/15/82.]

WAC 315-06-200 Returned tickets. All tickets once returned by a lottery retailer may not be reissued without prior approval of the director. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-06-200, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-040 (Order 5), § 315-06-200, filed 10/15/82.]

Chapter 315-10 WAC

INSTANT GAMES—GENERAL RULES

WAC
315-10-020 Definitions. (1) Ticket. The ticket purchased for participation in an instant game.

(2) Instant game. A game in which a ticket is purchased and upon removal of a latex covering on the front of the ticket, the ticket bearer determines his or her winnings, if any.

(3) Ticket bearer. The person who has signed the ticket or has possession of the unsigned ticket.

315-10-030 Definitions. (1) Ticket. The ticket purchased for participation in an instant game.

(2) Instant game. A game in which a ticket is purchased and upon removal of a latex covering on the front of the ticket, the ticket bearer determines his or her winnings, if any.

(3) Ticket bearer. The person who has signed the ticket or has possession of the unsigned ticket.

(4) Play symbols. The numbers or symbols appearing in the designated areas under the removable covering on the front of the ticket. Play symbols were formerly called play numbers. Both terms shall have the same meaning.

(5) Validation number. The multi-digit number found on the ticket and on any ticket stub. There must be a validation number on the ticket or any stub. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-10-020, filed 12/16/85; 84-05-008 (Order 51), § 315-10-020, filed 2/7/84. Statutory Authority: RCW 67.70.040 and 67.70.050. 83-05-029 (Order 14), § 315-10-020, filed 2/10/83. Statutory Authority: 1982 2nd ex.s. c 7. 82-21-038 (Order 3), § 315-10-020, filed 10/15/82.]

WAC 315-10-030 Instant games criteria. (1) The price of an instant game ticket shall not be less than $1.00 and not more than $5.00.

(2) Winners of an instant game are determined by the matching or specified alignment of the play numbers on the tickets. The ticket bearer must notify the lottery of the win and submit the winning ticket to the lottery as specified by the director. The winning ticket must be validated by the lottery through use of the validation number and/or any other means as specified by the director.

(3) The total of all prizes available to be won in an instant game shall not be less than forty-five percent of the instant game's projected revenue.

(4) The instant game shall pay out both lower tier prizes and higher tier prizes. Lower tier prizes are of less than $25.00. Higher tier prizes are of $25.00 or more. The director shall determine the number of lower and higher tier prizes.

(5) The start date and closing date of the instant game shall be publicly announced. Lottery retailers shall not sell any tickets prior to the start date of a game unless expressly authorized by the director. Lottery retailers may continue to sell tickets for each instant game for up to fourteen days after the official end of game as authorized by WAC 315-10-060.

(6) There is no required frequency of drawing or method of selection of a winner in an instant game.

(7) At the director's discretion, an instant game may include a grand prize drawing(s). The criteria for the grand prize drawing shall be as follows:

(a) Finalists for a grand prize drawing shall be selected in an elimination drawing(s) from redeemed tickets meeting the criteria stated in specific game rules as determined by the director. Participation in the elimination drawing(s) shall be limited to such tickets which are actually received and validated by the director on or before a date to be announced by the director. The director may reserve the right to place any semi-finalist whose entry was not entered in the elimination drawing(s) and who is subsequently determined to have been entitled to such entry into an elimination drawing of a subsequent instant game, and the determination of the director shall be final.

[1985 WAC Supp—page 1544]
(b) The number of prizes and the amount of each prize in the grand prize drawing(s) shall be determined by the director to correspond with the size and length of the instant game and to comply with subsection (3) of this section.

(c) The dates and times as well as the procedures for conducting the elimination drawing and grand prize drawing shall be determined by the director.

(8) Procedures for claiming instant game prizes are as follows:

(a) To claim an instant game prize of less than $25.00, the claimant shall present the apparent winning ticket to the lottery retailer from whom the ticket was purchased. The lottery retailer shall verify the claim and, if acceptable, make payment of the amount due the claimant. In the event the lottery retailer cannot verify the claim, the claimant shall fill out a claim form, as provided in WAC 315-06-120, which shall be obtained from the lottery retailer and present the completed form, together with the disputed ticket to the director. If the claim is validated by the director, a check shall be forwarded to the claimant in payment of the amount due. In the event that the claim is not validated by the director, the claim shall be denied and the claimant shall be promptly notified.

(b) To claim an instant prize of $25.00 or more, the claimant shall complete a claim form, as provided in WAC 315-06-120, which is obtained from the lottery retailer or the director and mail the completed form to the director for prize payment up to one hundred eighty days after the official end of game. In order to participate in a grand prize drawing a player must redeem a ticket which qualifies for entry into that grand prize drawing within the time limits set forth in chapter 315-11 WAC governing the conduct of that specific game.

(2) A lottery retailer may continue to sell tickets for each instant game up to fourteen days after the official end of that game.

(3) A lottery retailer must return to the lottery unsold lottery tickets for each game within thirty days of the official end of that game in order to receive credit from the lottery as provided for in director's instructions to lottery retailers or the interlocal cooperative agreement between the lottery and the state liquor control board.

The lottery has no obligation to grant credit for tickets returned more than thirty days after the official end of game. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-10-040, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7 § 82-21-038 (Order 3), § 315-10-040, filed 10/15/82.]

**WAC 315-10-060** Official end of game. (1) The director shall announce the official end of each instant game. A player may submit a low-tier winning ticket to the lottery retailer from whom the ticket was purchased or the lottery and a high-tier winning ticket to the lottery for prize payment up to one hundred and eighty days after the official end of game. In order to participate in a grand prize drawing a player must redeem a ticket which qualifies for entry into that grand prize drawing within the time limits set forth in chapter 315-11 WAC governing the conduct of that specific game.

(2) A lottery retailer may continue to sell tickets for each instant game up to fourteen days after the official end of that game.

(3) A lottery retailer must return to the lottery unsold lottery tickets for each game within thirty days of the official end of that game in order to receive credit from the lottery in accordance with director's instructions to lottery retailers or the interlocal cooperative agreement between the lottery and the state liquor control board.

The lottery has no obligation to grant credit for tickets returned more than thirty days after the official end of game. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-10-040, filed 12/16/85. Statutory Authority: 1982 2nd ex.s. c 7 § 82-21-038 (Order 3), § 315-10-040, filed 10/15/82.]

**WAC 315-10-070** Ticket validation requirements. (1) To be a valid Washington state lottery instant game ticket, a ticket must meet all of the following validation requirements.

(a) The ticket must have been issued by the director in an authorized manner.

(b) The ticket must not be altered, unreadable, or tampered with in any manner.

(c) The ticket must not be counterfeit in whole or in part.

(d) The ticket must not be counterfeit in whole or in part.

(e) The ticket must be complete and not blank or partially blank, misprinted, misregistered, defective, or printed or produced in error.

[1985 WAC Supp—page 1545]
validation tests, the director may pay the prize for that specific game is invalid and ineligible for any prize.

(g) The validation number of an apparent winning ticket shall appear on the lottery's official list of validation numbers of winning tickets; and a ticket with that validation number shall not have been previously paid.

(h) The ticket must pass all additional confidential validation requirements established by the director.

(2) The director may authorize reconstruction of an alleged winning ticket which was not received and/or cannot be located by the lottery. Provided, the person requesting reconstruction submits to the lottery sufficient evidence to enable reconstruction and that they have submitted a claim for the prize, if any, for that ticket. If the reconstructed ticket is a winning ticket and meets the validation requirements contained in subsection (1) of this section and the specific validation requirements contained in the rules for its specific game, the director may authorize payment of the prize. Provided, the ticket shall not be validated nor the prize paid prior to the one hundred eighty-first day following the official end of that instant game. A ticket(s) validated pursuant to this subsection shall not entitle the claimant entry into the grand prize drawing, if any, for that or any subsequent instant game.

(3) Any ticket not passing all the validation requirements in subsection (1) of this section and the specific validation requirements contained in the rules for its specific game is invalid and ineligible for any prize.

(4) The director may replace any invalid ticket with an unplayed ticket of equivalent sales price from any current instant game. In the event a defective ticket is purchased, the only responsibility or liability of the lottery shall be the replacement of the defective ticket with an unplayed ticket of equivalent sales price from any current instant game, or issue a refund of the sales price. However, if the ticket is partially mutilated or if the ticket is not intact but it still can be validated by other validation tests, the director may pay the prize for that ticket. [Statutory Authority: RCW 67.70.040, 85-16-031 (Order 77), § 315-10-070, filed 7/30/85; 84-22-047 (Order 68), § 315-10-070, filed 11/7/84.]

Chapter 315-11 WAC
INSTANT GAME RULES—SPECIFIC RULES

WAC
315-11-010 Repealed.
315-11-020 Repealed.
315-11-030 Repealed.
315-11-040 Repealed.
315-11-041 Repealed.
315-11-042 Repealed.
315-11-050 Repealed.
315-11-051 Repealed.
315-11-052 Repealed.
315-11-060 Repealed.
315-11-061 Repealed.

[1985 WAC Supp—page 1546]
315-11-090 Definitions for Instant Game Number 7 ("Holiday Cash"). [Statutory Authority: RCW 67.70.040. 84-01-004 (Order 42), § 315-11-090, filed 12/8/83.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-092 Ticket validation requirements. [Statutory Authority: RCW 67.70.040. 84-01-004 (Order 42), § 315-11-092, filed 12/8/83.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-100 Definitions for Instant Game Number 8 ("Loose Change"). [Statutory Authority: RCW 67.70.040. 84-01-003 (Order 43), § 315-11-100, filed 12/8/83.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-101 Criteria for Instant Game Number 8. [Statutory Authority: RCW 67.70.040. 84-09-008 (Order 54), § 315-11-101, filed 4/9/84; 84-01-003 (Order 43), § 315-11-101, filed 12/5/83.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-102 Ticket validation requirements for Instant Game Number 8. [Statutory Authority: RCW 67.70.040. 84-01-003 (Order 43), § 315-11-102, filed 12/8/83.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-110 Definitions for Instant Game Number 9 ("Cash Change"). [Statutory Authority: RCW 67.70.040. 84-09-008 (Order 54), § 315-11-110, filed 4/9/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-111 Criteria for Instant Game Number 9. [Statutory Authority: RCW 67.70.040. 84-09-008 (Order 54), § 315-11-110, filed 4/9/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-112 Ticket validation requirements for Instant Game Number 9. [Statutory Authority: RCW 67.70.040. 84-09-008 (Order 54), § 315-11-112, filed 4/9/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-113 Definitions for Instant Game Number 10 ("Bonanza"). [Statutory Authority: RCW 67.70.040. 84-12-057 (Order 58), § 315-11-112, filed 6/4/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-114 Criteria for Instant Game Number 10. [Statutory Authority: RCW 67.70.040. 84-12-057 (Order 58), § 315-11-113, filed 6/4/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-115 Definitions for Instant Game Number 11. [Statutory Authority: RCW 67.70.040. 84-17-017 (Order 60), § 315-11-114, filed 8/3/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-116 Criteria for Instant Game Number 11. [Statutory Authority: RCW 67.70.040. 84-17-017 (Order 60), § 315-11-115, filed 8/3/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-117 Ticket validation requirements for Instant Game Number 11. [Statutory Authority: RCW 67.70.040. 84-17-017 (Order 60), § 315-11-116, filed 8/3/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-118 Definitions for Instant Game Number 12 ("50,000 Match 3"). [Statutory Authority: RCW 67.70.040. 84-22-047 (Order 68), § 315-11-117, filed 11/7/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

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315-11-135, filed 11/7/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-136 Ticket validation requirements for Instant Game Number 12. [Statutory Authority: RCW 67.70.040, 84-22-047 (Order 68), § 315-11-136, filed 11/7/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-137 Definitions for Instant Game Number 13 ("Holiday Cash"). [Statutory Authority: RCW 67.70.040, 84-22-047 (Order 68), § 315-11-137, filed 11/7/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.


315-11-139 Ticket validation requirements. [Statutory Authority: RCW 67.70.040, 84-22-047 (Order 68), § 315-11-139, filed 11/7/84.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.


315-11-143 Definitions for Instant Game Number 15 ("Jokers Wild"). [Statutory Authority: RCW 67.70.040, 85-09-004 (Order 72), § 315-11-143, filed 4/5/85.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.

315-11-144 Criteria for Instant Game Number 15. [Statutory Authority: RCW 67.70.040, 85-09-004 (Order 72), § 315-11-144, filed 4/5/85.] Repealed by 86-01-061 (Order 84), filed 12/16/85. Statutory Authority: RCW 67.70.040.


WAC 315-11-010 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-020 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-030 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-040 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-041 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-042 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-050 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-051 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-052 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-060 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-061 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-062 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-070 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-071 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-072 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-080 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-081 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-082 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-090 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-091 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-092 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-100 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-101 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-102 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-110 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-111 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-112 Repealed. See Disposition Table at beginning of this chapter.

[1985 WAC Supp—page 1548]
WAC 315-11-120 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-121 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-122 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-130 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-131 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-132 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-134 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-135 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-136 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-137 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-138 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-139 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-140 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-141 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-142 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-150 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-151 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-152 Repealed. See Disposition Table at beginning of this chapter.

WAC 315-11-160 Definitions for Instant Game Number 16 ("People's Choice"). (1) Play symbols: The following are the "play symbols": "$2.00," "$5.00," "10.00," "20.00," "50.00," "$100$," and "$5,000." One of these play symbols appears under each of the six rub–off spots on the front of the ticket.

(2) Validation number: The unique nine–digit number on the lower right portion of the front of the ticket. The number is covered by latex which is overprinted "DO NOT REMOVE."

(3) Pack–ticket number: The ten–digit number of the form 6000001–000 printed on the front of the ticket. The first seven digits of the pack–ticket number for Instant Game Number 16 constitute the "pack number" which starts at 6000001; the last three digits constitute the "ticket number" which starts at 000 and continues through 399 within each pack of tickets.

(4) Captions: The small printed characters appearing below each play symbol which verifies and corresponds with that play symbol. The caption is a spelling out, in full or abbreviated form of the play symbol. One and only one of these captions appears under each play symbol. For Instant Game Number 16, the captions which correspond with and verify the play symbols are:

<table>
<thead>
<tr>
<th>PLAY SYMBOL</th>
<th>CAPTION</th>
</tr>
</thead>
<tbody>
<tr>
<td>$2.00</td>
<td>TWOS$</td>
</tr>
<tr>
<td>$5.00</td>
<td>FIVE$</td>
</tr>
<tr>
<td>10.00</td>
<td>TEN$</td>
</tr>
<tr>
<td>20.00</td>
<td>TWENTYS$</td>
</tr>
<tr>
<td>50.00</td>
<td>FIFTYS</td>
</tr>
<tr>
<td>$100$</td>
<td>HUNDRED</td>
</tr>
<tr>
<td>$5000</td>
<td>FIVE–THOU</td>
</tr>
</tbody>
</table>

(5) Agent verification codes: Codes consisting of small letters found under the removable covering on the front of the ticket which the licensed agent uses to verify instant winners below $25. For Instant Game Number 16, the agent verification code is a three–letter code, with each letter appearing in a varying three of six locations beneath the removable covering and among the play symbols on the front of the ticket. The agent verification codes used by the licensed agent to verify lower tier prizes are:

<table>
<thead>
<tr>
<th>VERIFICATION CODE</th>
<th>PRIZE</th>
</tr>
</thead>
<tbody>
<tr>
<td>TWO</td>
<td>$2.00</td>
</tr>
<tr>
<td>FIV</td>
<td>$5.00</td>
</tr>
<tr>
<td>TEN</td>
<td>$10.00</td>
</tr>
<tr>
<td>TTY</td>
<td>$20.00</td>
</tr>
</tbody>
</table>

(6) Pack: A set of four hundred fanfolded instant game tickets separated by perforations and packaged in a plastic bag or plastic shrinkwrapping. [Statutory Authority: RCW 67.70.040. 85–13–015 (Order 75), § 315–11–160, filed 6/10/85.]

WAC 315-11-161 Criteria for Instant Game Number 16. (1) The price of each instant game ticket shall be $1.00.

(2) Determination of prize winning tickets: An instant prize winner is determined in the following manner:

(a) The bearer of a ticket having the following play symbols in any three of the six spots beneath the removable covering on the front of the ticket shall win the following prize:

[1985 WAC Supp—page 1549]
Where lottery tickets are sold. Those agents with point-of-sale material displayed at each such checkout area will be eligible for the finalist drawing.

(a) Any ticket not passing all the validation requirements apply.

(ii) Removal of part or all of the latex overprinted covering of the validation number will not invalidate an otherwise valid ticket.

(v) The finalist drawing will be held at a time and place and pursuant to procedures established by the director. Six winners will be drawn from those agents eligible for the finalist drawing.

(b) Each of the six winners will receive a vacation package for two persons to one of the following locations: Disneyland; Reno, Nevada; Palm Springs, California; Colorado; Alaska; Hawaii; or Mexico. The vacation package will include air fare and double occupancy hotel accommodations for seven days and six nights subject to availability.

(i) Vacations must be taken between August 1, 1985, and December 1, 1985; provided, trips may not be taken during holidays.

(ii) Winners must choose the destination and dates of their vacation package not later than July 15, 1985.

(iii) The vacation packages awarded under this program have no cash value; however, they are fully transferable.

(iv) The cost of each vacation package shall not exceed one thousand four hundred dollars.

(v) Each winner shall be liable for the federal income tax due, if any, as a result of being awarded the vacation package.

(c) Washington state liquor control board stores and agencies are not eligible to participate in this incentive program. [Statutory Authority: RCW 67.70.040. 85-13-015 (Order 75), § 315-11-161, filed 6/10/85.]

WAC 315-11-162 Ticket validation requirements for Instant Game Number 16. (1) In addition to meeting all other requirements in these rules and regulations, to be a valid instant game ticket for Instant Game Number 16 all of the following validation requirements apply.

(a) Exactly one play symbol must appear under each of the six rub-off spots on the front of the ticket.

(b) Each of the six play symbols must have a caption and each must agree with its caption.

(c) The display printing and the printed numbers, letters, and symbols on the ticket must be regular in every respect and correspond precisely with the artwork on file with the director. The numbers, letters, and symbols shall be printed as follows:

<table>
<thead>
<tr>
<th>Play Symbol</th>
<th>Captions</th>
<th>Pack–Ticket Number</th>
<th>Validation Number</th>
<th>Agent Verification Code</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mead 15 Point Archer font</td>
<td>Mead 5 x 11 Matrix font</td>
<td>OCR–A Size 1 Condensed font</td>
<td>OCR–A Size 1 Condensed font</td>
<td>Mead 7 x 12 Matrix font</td>
</tr>
</tbody>
</table>

(d) Each of the play symbols and their captions, the validation number, pack-ticket number and the agent verification code must be printed in black ink.

(e) Each of the play symbols must be exactly one of those described in WAC 315–11–160(1) and each of the captions must be exactly one of those described in WAC 315–11–160(4).

(2) Removal of part or all of the latex overprinted "Do not remove" covering of the validation number will not invalidate an otherwise valid ticket.

(3) Any ticket not passing all the validation requirements in WAC 315–10–070 and subsection (1) of this section is invalid and ineligible for any prize. [Statutory Authority: ...
(2) Determination of prize winning tickets: An instant prize winner is determined in the following manner:
(a) The bearer of a ticket having the following play symbols in any three of the six spots beneath the removable covering on the front of the ticket shall win the following prize:

<table>
<thead>
<tr>
<th>Prize</th>
</tr>
</thead>
<tbody>
<tr>
<td>Three $2.00 play symbols</td>
</tr>
<tr>
<td>Two $2.00 play symbols and $$</td>
</tr>
<tr>
<td>Three $5.00 play symbols</td>
</tr>
<tr>
<td>Two $5.00 play symbols and $$</td>
</tr>
<tr>
<td>Three $10.00 play symbols</td>
</tr>
<tr>
<td>Two $10.00 play symbols and $$</td>
</tr>
<tr>
<td>Three $50.00 play symbols</td>
</tr>
<tr>
<td>Two $50.00 play symbols and $$</td>
</tr>
<tr>
<td>Three $5000 play symbols</td>
</tr>
<tr>
<td>Two $5000 play symbols and $$</td>
</tr>
</tbody>
</table>

(b) In any event, only the highest instant prize amount meeting the standards of (a) of this subsection will be paid on a given ticket.

(3) No portion of the display printing nor any extraneous matter whatever shall be usable or playable as a part of the instant game.

(4) The determination of prize winners shall be subject to the general ticket validation requirements of the lottery as set forth in WAC 315-10-070, to the particular ticket validation requirements for Instant Game Number 17 set forth in WAC 315-11-172, to the confidential validation requirements established by the director, and to the requirements stated on the back of each ticket.

(5) There shall be no grand prize drawing.

(6) Notwithstanding any other provisions of these rules, the director may:
(a) Vary the length of Instant Game Number 17; and/or
(b) Vary the number of tickets sold in Instant Game Number 17 in a manner that will maintain the estimated average odds of purchasing a winning ticket.

(7) The lottery shall conduct in conjunction with Instant Game Number 17 an incentive program pursuant to WAC 315-04-190(3). The purpose of the program is to increase sales of lottery tickets through increased agent participation. The program shall consist of an agent game which shall be conducted as follows:
(a) General:
(i) Each Instant Game 17 pack of instant tickets shall contain one "Doubling Dollars Agent Game" ticket which has a six-digit number corresponding to the pack number of that pack
(ii) Agent game tickets are void if stolen, unissued, unreadable, mutilated, altered, counterfeit in whole or in part, miscut, misregistered, defective, printed or produced in error, multiply printed or blank or partially blank, or if pack number is not on the lottery's official list of valid packs.
(iii) All tickets, transactions and winners are subject to lottery rules, regulations and procedures, and state law.
(b) Eligibility requirements:

[1985 WAC Supp—page 1551]
(i) Only licensed agents that are active lottery sales outlets with these accounts receivable current within thirty days at the time of the drawing and their employees are eligible to participate in the "Doubling Dollars Agent Game."

(ii) Agent game tickets must be from a pack of Instant Game 17 tickets of which at least 50 percent (200) of the tickets have been sold. Reproductions or facsimiles will not be accepted.

(c) Entry procedures:

(i) Fill out the entry information on the back of the agent game ticket.

(ii) Place the agent game ticket in an envelope. Only one entry per envelope will be accepted.

(iii) Mail the envelope with proper postage to the address specified on the back of the agent game ticket ("Agent Game," Tacoma, WA 98460) or deliver it in person during normal business hours to:

Office of the Director
Washington State Lottery
600 Park Village Plaza
1200 Cooper Point Road SW
Olympia, Washington

(iv) There is no limit to the number of entries a licensed agent or their employees may submit, but each entry must be submitted in a separate envelope and the entry and entrant of each must meet the qualifications set forth above.

(v) Entries must be received by the lottery not later than thirty days after the official end of game of Instant Game 17 announced by the director.

(vi) A nonconforming entry, at the sole discretion of the director, may be disqualified.

(vii) The lottery shall not be responsible for any mail until received.

(viii) The lottery shall not be responsible for any other material mailed or delivered to the lottery for entry into the agent game drawing. All mail not drawn will be incinerated unopened.

(d) Winner selection:

(i) There will be one drawing for the "Doubling Dollars Agent Game."

(ii) The drawing will be held at a time and place and pursuant to procedures established by the director.

(iii) The prizes awarded at the agent game drawing will be: One - $5,000 prize, two - $2,500 prizes, seven - $1,000 prizes, twenty - $500 prizes, and twenty - $100 prizes. [Statutory Authority: RCW 67.70.040. 85-13-015 (Order 75), § 315-11-171, filed 6/10/85.]

WAC 315-11-170 Definitions for Instant Game Number 18 ("Washington Winners"). (1) Play symbols: The following are the "play symbols":

- 
- 
- 
- 
- 

One of these symbols appears under each of the six rub-off spots on the front of the ticket.

(2) Validation number: The unique nine-digit number on the lower right portion of the front of the ticket. The number is covered by latex which is overprinted "DO NOT REMOVE" covering of the validation number will not invalidate an otherwise valid ticket.

(3) Any ticket not passing all the validation requirements in WAC 315-10-070 and subsection (1) of this section is invalid and ineligible for any prize. [Statutory Authority: RCW 67.70.040. 85-13-015 (Order 75), § 315-11-172, filed 6/10/85.]

WAC 315-11-180 Definitions for Instant Game Number 17 all of the following validation requirements apply.

(a) Exactly one play symbol must appear under each of the six rub-off spots on the front of the ticket.

(b) Each of the six play symbols must have a caption below and each must agree with its caption.

(c) The display printing and the printed numbers, letters, and symbols on the ticket must be regular in every respect and correspond precisely with the artwork on file with the director. The numbers, letters, and symbols shall be printed as follows:

- Play Symbol: Mead 15 Point Archer font
- Captions: Mead 5 x 11 Matrix font
- Pack-Ticket Number: OCR-A Size 1 Condensed font
- Validation Number: OCR-A Size 1 Condensed font
- Agent Verification Code: Mead 7 x 12 Matrix font

(d) Each of the play symbols and their captions, the validation number, pack-ticket number and the agent verification code must be printed in black ink.

(e) Each of the play symbols must be exactly one of those described in WAC 315-11-170(1) and each of the captions must be exactly one of those described in WAC 315-11-170(4).

(2) Removal of part or all of the latex overprinted "DO NOT REMOVE" covering of the validation number will not invalidate an otherwise valid ticket.

(3) Any ticket not passing all the validation requirements in WAC 315-10-070 and subsection (1) of this section is invalid and ineligible for any prize. [Statutory Authority: RCW 67.70.040. 85-13-015 (Order 75), § 315-11-172, filed 6/10/85.]

WAC 315-11-172 Ticket validation requirements for Instant Game Number 17. (1) In addition to meeting all other requirements in these rules and regulations, to be a valid instant game ticket for Instant Game Number 17 all of the following validation requirements apply.
Instant Game Rules—Specific Rules

<table>
<thead>
<tr>
<th>PLAY SYMBOL</th>
<th>CAPTION</th>
</tr>
</thead>
<tbody>
<tr>
<td>a</td>
<td>SAIL</td>
</tr>
<tr>
<td>F</td>
<td>FISH</td>
</tr>
<tr>
<td>AP</td>
<td>APPL</td>
</tr>
<tr>
<td>SKI</td>
<td>SKI</td>
</tr>
<tr>
<td>TREE</td>
<td>TREE</td>
</tr>
<tr>
<td>WHT</td>
<td>WHT</td>
</tr>
<tr>
<td>MTN</td>
<td>MTN</td>
</tr>
<tr>
<td>ENT</td>
<td>ENT</td>
</tr>
</tbody>
</table>

(5) Agent verification codes: Codes consisting of small letters found under the removable covering on the front of the ticket which the licensed agent uses to verify instant winners below $25. For Instant Game Number 18, the agent verification code is a three-letter code, with each letter appearing in a varying three of five locations beneath the removable covering and among the play symbols on the front of the ticket. The agent verification codes are:

<table>
<thead>
<tr>
<th>VERIFICATION CODE</th>
<th>PRIZE</th>
</tr>
</thead>
<tbody>
<tr>
<td>TWO</td>
<td>$2.00</td>
</tr>
<tr>
<td>FIV</td>
<td>$5.00</td>
</tr>
<tr>
<td>TEN</td>
<td>$10.00</td>
</tr>
<tr>
<td>TTY</td>
<td>$20.00</td>
</tr>
</tbody>
</table>

(6) Pack: A set of four hundred fanfolded instant game tickets separated by perforations and packaged in a plastic bag or plastic shrinkwrapping. [Statutory Authority: RCW 67.70.040. 85-22-057 (Order 81), § 315-11-180, filed 11/5/85.]

WAC 315-11-181 Criteria for Instant Game Number 18. (1) The price of each instant game ticket shall be $1.00.

(2) Determination of prize winning tickets: An instant prize winner is determined in the following manner:

(a) The bearer of a ticket having the following play symbols in any three of the six spots beneath the removable covering on the front of the ticket shall win the following prize:

Three a play symbols – Win $2.00
Three F play symbols – Win $5.00
Three AP play symbols – Win $10.00
Three SKI play symbols – Win $20.00
Three TREE play symbols – Win $50.00
Three WHT play symbols – Win $100.00
Three MTN play symbols – Win $5,000
Three ENT play symbols – Win Entry into Grand Prize Drawing

(b) In any event, only the highest instant prize amount meeting the standards of (a) of this subsection will be paid on a given ticket.

(3) No portion of the display printing nor any extraneous matter whatever shall be usable or playable as a part of the instant game.

(4) The determination of prize winners shall be subject to the general ticket validation requirements of the lottery as set forth in WAC 315-10-070, to the particular ticket validation requirements for Instant Game Number 18 set forth in WAC 315-11-182, to the confidential validation requirements established by the director, and to the requirements stated on the back of each ticket.

(5) There will be one grand prize drawing for Instant Game Number 18. It will be conducted at a time and place and pursuant to procedures to be established and announced by the director. The prizes awarded at the grand prize drawing will be: First prize, $250,000; second prize, $25,000; third, fourth, and fifth prizes, $10,000 each; sixth, seventh, eighth, ninth, and tenth prizes, $5,000 each. In the event that an entry is not included in the grand prize drawing process and the director determines that the entry was entitled to participation in the process, the director reserves the right to place that entry into a subsequent grand prize drawing process.

(a) To be eligible for entry into a preliminary drawing, an entrant must:

(i) Be eligible to win a prize pursuant to chapter 67.70 RCW and Title 315 WAC.
(ii) Have a valid winning "Washington Winners" Entry ticket.
(iii) Write or print legibly, the entrant's name and address on the back of the ticket or on a separate sheet of paper. An entry containing more than one name and/or address shall be disqualified.
(iv) Place the ticket in an envelope. An envelope which contains extraneous material or which has had the exterior altered for the apparent sole purpose of making the envelope more prominent shall be disqualified.
(v) Mail the envelope with proper postage and a legible return address of the entrant to the address specified on the back of the ticket and in the player's brochure ("Washington Winners" Grand Prize Drawing, Tacoma, WA 98450), or deliver it in person during normal business hours to:

Office of the Director
Washington State Lottery
600 Park Village Plaza
1200 Cooper Point Road SW
Olympia, WA 98502

(b) There is no limit to the number of entries a person may submit, but each entry must be submitted in a separate envelope and both the entry and the entrant of each must meet the qualifications set forth above.

(c) Entries must be received by the lottery no later than fourteen days after the announced end of game.

(d) An entry which contains one or more stolen tickets may be disqualified by the director.

(e) A nonconforming entry, at the sole discretion of the director, may be disqualified.

[1985 WAC Supp—page 1553]
WAC 315-11-182 Ticket validation requirements for Instant Game Number 18. (1) In addition to meeting all other requirements in these rules and regulations, to be a valid instant game ticket for Instant Game Number 18 all of the following validation requirements apply.

(a) Exactly one play symbol must appear under each of the six rub-off spots on the front of the ticket.

(b) Each of the six play symbols must have a caption below and each must agree with its caption.

(c) The display printing and the printed numbers, letters, and symbols on the ticket must be regular in every respect and correspond precisely with the artwork on file with the director. The numbers, letters, and symbols shall be printed as follows:

<table>
<thead>
<tr>
<th>Play Symbol</th>
<th>Mead 20 Point font</th>
</tr>
</thead>
<tbody>
<tr>
<td>Captions</td>
<td>Mead 5 x 11 Matrix font</td>
</tr>
<tr>
<td>Pack-Ticket Number</td>
<td>OCR-A Size 1 Condensed font</td>
</tr>
<tr>
<td>Validation Number</td>
<td>OCR-A Size 1 Condensed font</td>
</tr>
<tr>
<td>Agent Verification Code</td>
<td>Mead 7 x 12 Matrix font</td>
</tr>
</tbody>
</table>

(d) Each of the play symbols and their captions, the validation number, pack-ticket number and the agent verification code must be printed in black ink.

(e) Each of the play symbols must be exactly one of those described in WAC 315–11–180(1) and each of the captions must be exactly one of those described in WAC 315–11–180(4).

(2) Removal of part or all of the latex overprinted "DO NOT REMOVE" covering of the validation number will not invalidate an otherwise valid ticket.

(3) Any ticket not passing all the validation requirements in WAC 315–10–070 and subsection (1) of this section is invalid and ineligible for any prize. [Statutory Authority: RCW 67.70.040. 85–22–057 (Order 81), § 315–11–181, filed 11/5/85.]

Chapter 315–20 WAC

PUBLIC RECORDS DISCLOSURE

WAC 315–12–030 Description of central and field organization of the commission and the director.

WAC 315–12–030 Description of central and field organization of the commission and the director. The administrative office of the commission and director is located at 600 Park Village Plaza, 1200 Cooper Point Road SW, Olympia, WA 98502. Regional offices of the director located in other cities are as follows:

<table>
<thead>
<tr>
<th>CITY</th>
<th>SERVICES</th>
</tr>
</thead>
<tbody>
<tr>
<td>EVERETT REGION</td>
<td>(a) Sales Representative (b) Ticket Warehousing</td>
</tr>
<tr>
<td>OLYMPIA REGION</td>
<td>(a) Sales Representative (b) Ticket Warehousing</td>
</tr>
<tr>
<td>TUKWILA REGION</td>
<td>(a) Sales Representative (b) Ticket Warehousing</td>
</tr>
<tr>
<td>TUKWILA REGION</td>
<td>(a) Sales Representative (b) Ticket Warehousing</td>
</tr>
<tr>
<td>SPokane REGION</td>
<td>(a) Sales Representative (b) Ticket Warehousing</td>
</tr>
<tr>
<td>YAKIMA REGION</td>
<td>(a) Sales Representative (b) Ticket Warehousing</td>
</tr>
</tbody>
</table>

All records of the commission and director are maintained in the administrative office in Olympia. [Statutory Authority: RCW 67.70.040. 84–05–008 (Order 51), § 315–12–030, filed 2/7/84. Statutory Authority: RCW 42.17.250. 83–13–080 (Order 23), § 315–12–030, filed 6/17/83.]

Chapter 315–20 WAC

PROCEDURAL RULES—CONTESTED CASES—PETITIONS FOR DECLARATORY RULING AND RULE MAKING

WAC 315–20–010 Director may temporarily suspend license pending a hearing.

315–20–060 Waiver of hearing.

WAC 315–20–010 Director may temporarily suspend license pending a hearing. (1) The director may temporarily suspend a license or addendum thereto issued pursuant to these rules pending a hearing upon suspension or revocation of the license, or issuance of a renewal thereof, when in the opinion of the director:

(a) The lottery retailer has obtained the license or addendum by fraud, trick, misrepresentation, concealment, or through inadvertence or mistake; or

(b) The lottery retailer has engaged in any act, practice or course of operation as would operate as a fraud or deceit on any person, or has employed any device, scheme or artifice to defraud any person; or

(c) The lottery retailer has violated, failed, or refused to comply with any of the provisions, requirements, limitations, or duties imposed by chapter 67.70 RCW and any amendments thereto or any rules adopted by the commission pursuant thereto; or
On-Line Games—General Rules

WAC 315-20-060 Waiver of hearing. In any case involving violations of the lottery laws, rules or regulations, where the director deems it appropriate, the director may afford the lottery retailer an opportunity to waive a formal hearing which he has timely requested. If the lottery retailer so elects to waive formal hearing, he or she may then state in writing any matter in explanation or mitigation of the violations which he or she desires the director to consider in making his or her decision. The lottery retailer at the time he or she submits the waiver, may also request to be present when the director meets to consider his or her decision in the matter. In the event the lottery retailer elects to waive formal hearing he or she shall thereafter be bound by such election and may not thereafter request formal hearing. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-20-060, filed 12/16/85; 83-13-081 (Resolution No. 24), § 315-20-060, filed 6/17/83.]

Chapter 315-30 WAC

ON-LINE GAMES—GENERAL RULES

WAC

315-30-020 Definitions. (1) On-line game. A lottery game in which a player pays a fee to a lottery retailer and selects a combination of digits, numbers, or symbols; type and amount of play; and drawing date and receives a computer generated ticket with those selections printed on it. The lottery will conduct a drawing to determine the winning combination(s) in accordance with the rules of the specific game being played. Each ticket bearer whose valid ticket includes a winning combination shall be entitled to a prize if claim is submitted within the specified time period.

(2) On-line retailer. A lottery retailer authorized by the lottery to sell on-line tickets. On-line retailers shall sell all lottery games including but not limited to instant game tickets offered by the lottery.

(3) On-line ticket. A computer-generated ticket issued by an on-line retailer to a player as a receipt for the combination a player has selected. That ticket shall be the only acceptable evidence of the combination of digits, numbers, or symbols selected. On-line tickets may be purchased only from on-line retailers.

(4) Ticket distribution machine (TDM). The computer hardware through which an on-line retailer enters the combination selected by a player and by which on-line tickets are generated and claims are validated.

(5) Drawing. The procedure determined by the director by which the lottery selects the winning combination in accordance with the rules of the game.

(6) Certified drawing. A drawing about which the lottery and an independent certified public accountant attest that the drawing equipment functioned properly and that a random selection of a winning combination occurred.

(7) Winning combination. One or more digits, numbers, or symbols randomly selected by the lottery in a drawing which has been certified.

(8) Validation. The process of determining whether an on-line ticket presented for payment is a winning ticket.

(9) Validation number. The twelve-digit number printed on the front of each on-line ticket which is used for validation.

(10) Ticket bearer. The person who has signed the on-line ticket or who has possession of an unsigned ticket.

(11) Metropolitan area. Benton, Clark, Franklin, King, Kitsap, Pierce, Snohomish, Spokane, Thurston, Whatcom, and Yakima counties. (These geographic areas have been identified as the metropolitan statistical areas in the state of Washington by the Federal Committee on Standard Metropolitan Statistical Areas of the Office of Management and Budget.) [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-30-020, filed 12/16/85; 85-09-004 (Order 72), § 315-30-020, filed 4/5/85; 84-19-045 (Order 64), § 315-30-020, filed 9/17/84; 84-01-005 (Order 44), § 315-30-020, filed 12/8/83.]

WAC 315-30-030 On-line games criteria. (1) The base price of an on-line ticket shall not be less than $.50 and not more than $5.00.

(2) On the average the total of all prizes available to be won in an on-line game shall not be less than forty-five percent of the on-line game's projected revenue.

(3) The manner and frequency of drawings may vary with the type of on-line game.

(4) The times, locations, and drawing procedures shall be determined by the director.

(5) A ticket bearer claiming a prize shall submit the apparent winning ticket as specified by the director. The ticket must be validated pursuant to WAC 315-30-050 by the lottery or an on-line retailer through use of the validation number and any other means as specified by the director.

(6) Procedures for claiming on-line prizes are as follows:

(a) To claim an on-line game prize of $600.00 or less, the claimant shall present the winning on-line ticket to any on-line retailer or to the lottery.

1985 WAC Supp—page 1555]
(i) If the claim is presented to an on-line retailer, the on-line retailer shall validate the claim and, if determined to be a winning ticket, make payment of the amount due the claimant. If the on-line retailer cannot validate the claim, the claimant may obtain and complete a claim form, as provided in WAC 315-06-120, and submit it with the disputed ticket to the lottery by mail or in person. Upon determination that the ticket is a winning ticket, the lottery shall present or mail a check to the claimant in payment of the amount due. If the ticket is determined to be a nonwinning ticket, the claim shall be denied and the claimant shall be promptly notified. Nonwinning tickets will not be returned to the claimant.

(ii) If the claim is presented to the lottery, the claimant shall complete a claim form, as provided in WAC 315-06-120, and submit it with the apparent winning ticket to the lottery by mail or in person. Upon determination that the ticket is a winning ticket, the lottery shall present or mail a check to the claimant in payment of the amount due, less the withholding required by the Internal Revenue Code. If the ticket is determined to be a nonwinning ticket, the claim shall be denied and the claimant shall be promptly notified. Nonwinning tickets will not be returned to the claimant.

(b) To claim an on-line prize of more than $600.00, the claimant shall obtain and complete a claim form, as provided in WAC 315-06-120, and submit it with the apparent winning ticket to the lottery by mail or in person. Upon determination that the ticket is a winning ticket, the lottery shall present or mail a check to the claimant in payment of the amount due, less the withholding required by the Internal Revenue Code. If the ticket is determined to be a nonwinning ticket, the claim shall be denied and the claimant shall be promptly notified. Nonwinning tickets will not be returned to the claimant. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-30-030, filed 12/16/85; 85-16-031 (Order 77), § 315-30-030, filed 7/30/85; 84-19-045 (Order 64), § 315-30-030, filed 9/17/84; 84-01-005 (Order 44), § 315-30-030, filed 12/8/83.]

WAC 315-30-040 Drawings and end of sales prior to drawings. (1) Drawings shall be conducted in a location and at days and times designated by the director. Each on-line drawing script shall contain the statement, "Digits/Numbers/Symbols drawn are not official until validated."

(2) The director shall announce for each type of on-line game the time for the end of sales prior to the drawings. TDMs will not process orders for on-line tickets for that drawing after the time established by the director.

(3) The director shall designate the type of equipment to be used and shall establish procedures to randomly select the winning combination for each type of on-line game.

(4) The equipment used to determine the winning combination shall not be electronically or otherwise connected to the central computer or to any tapes, discs, files, etc., generated or produced by the central computer. The equipment shall be tested prior to and after each drawing to assure proper operation and lack of tampering or fraud. Drawings shall not be certified until all checks are completed. No prizes shall be paid until after the drawing is certified.

(5) All drawings shall be broadcast live on television provided the facilities for such broadcasts are available and operational.

(6) The director shall establish procedures governing the conduct of drawings for each type of on-line game. The procedures shall include provisions for deviations which include but are not limited to: (a) Drawing equipment malfunction before validation of the winning combination; (b) video and/or audio malfunction during the drawing; (c) fouled drawing; (d) delayed drawing; and (e) other equipment, facility and/or personnel difficulties.

(7) In the event a deviation occurs, the drawing will be completed under lottery supervision. The drawing shall be video taped for later broadcast, if broadcast time is available. The drawing shall be certified and the deviation documented on the certification form. The winning combination will be provided to the television network for dissemination to the public.

(8) If during any live-broadcasted drawing for a game, a mechanical failure or operator error causes an interruption in the selection of all digits, numbers, or symbols, a "foul" shall be called by the lottery drawing official. Any digit/number/symbol drawn prior to a "foul" being called will stand and be deemed official after passing lottery validation tests.

(9) The director shall delay payment of all prizes if any evidence exists or there are grounds for suspicion that tampering or fraud has occurred. Payment shall be made after an investigation is completed and the drawing certified. If the drawing is not certified, another drawing will be conducted to determine the actual winner. [Statutory Authority: RCW 67.70.040. 84-19-045 (Order 64), § 315-30-040, filed 9/17/84; 84-01-005 (Order 44), § 315-30-040, filed 12/8/83.]

WAC 315-30-050 Validation requirements. (1) To be a valid winning on-line ticket, all of the following conditions must be met:

(a) All printing on the ticket shall be present in its entirety, be legible, and correspond, using the computer validation file, to the combination and date printed on the ticket.

(b) The ticket shall be intact.

(c) The ticket must not have been cancelled or previously paid.

(d) The ticket must not have been stolen.

(e) The ticket must have been issued by an authorized on-line retailer in an authorized manner.

(f) The ticket must not have been issued by an authorized on-line retailer in an authorized manner.

(g) The ticket must not have been stolen.

(h) The ticket shall pass all other confidential security checks of the lottery.
(2) Any ticket failing any validation requirement listed in WAC 315-30-050(1) is invalid and ineligible for a prize. Provided, if a court of competent jurisdiction determines that a claim based on a ticket which has failed to validate solely because of subsection (1)(g) of this section is valid, the claim shall be paid as a prize pursuant to WAC 315-06-120, 315-30-030, and the rules for that specific type of game. The agent that cancelled or paid such ticket shall indemnify the lottery for payment of the prize and from any other claim, suit, or action based on that ticket.

(3) The director may replace an invalid on-line ticket with an on-line ticket for a future drawing of the same game. The director may pay the prize for a ticket that is partially mutilated or is not intact if the on-line ticket can still be validated by the other validation requirements.

(4) In the event a defective on-line ticket is purchased, the only responsibility or liability of the lottery or the on-line retailer shall be the replacement of the defective on-line ticket with another on-line ticket for a future drawing of the same game. [Statutory Authority: RCW 67.70.040, 86-01-060 (Order 83), § 315-30-050, filed 11/5/85; 84-01-005 (Order 44), § 315-30-050, filed 12/8/83.]

WAC 315-30-060 Payment of prizes by on-line retailers. (1) An on-line retailer shall pay to the ticket bearer on-line game prizes of $600.00 or less for any validated claims presented to that on-line retailer regardless of where the on-line ticket was purchased. These prizes shall be paid during all normal business hours of that on-line retailer, provided, the on-line system is operational and claims can be validated. The on-line retailer shall not charge the claimant any fee for payment of the prize or for cashing a business check drawn on the lottery retailer's account.

(2) An on-line retailer may pay prizes in cash or by business check, certified check, or money order. An on-line retailer that pays a prize with a check which is dishonored may be subject to suspension or revocation of its license, pursuant to WAC 315-04-200. [Statutory Authority: RCW 67.70.040, 86-01-060 (Order 83), § 315-30-060, filed 12/16/85; 85-09-004 (Order 72), § 315-30-060, filed 4/5/85; 84-01-005 (Order 44), § 315-30-060, filed 12/8/83.]

WAC 315-30-070 Retailer settlement. (1) Each on-line retailer shall establish an account for deposit of monies derived from on-line games with a financial institution that has the capability of electronic funds transfer (EFT).

(2) Each on-line retailer shall make a deposit to that account at least once each week. The amount deposited shall be sufficient to cover monies due the lottery for that weekly accounting period. The lottery will withdraw by EFT the amount due the lottery on the day specified by the director. In the event the day specified for withdrawal falls on a legal holiday, withdrawal will be accomplished on the following business day. [Statutory Authority: RCW 67.70.040. 86-01-060 (Order 83), § 315-30-070, filed 12/16/85; 84-01-005 (Order 44), § 315-30-070, filed 12/8/83.]
(d) Public is adequately served by other on-line agent locations; and
(e) Failure to generate sufficient sales volume to cover the lottery's administrative costs.

(6) The director may immediately discontinue a TDM's operation, order removal of a TDM from an on-line retailer location, or take any other action authorized under WAC 315-04-200 in the event that the on-line agent:
(a) Fails to comply with any rule established by the commission, any instruction issued by the director;
(b) Tampers with or attempts to tamper with the TDM or on-line system;
(c) Fails to make payment of a prize; or
(d) Makes payment with a business check and the check is dishonored for any reason. [Statutory Authority: RCW 67.70.040. 85-22-057 (Order 81), § 315-30-080, filed 11/5/85; 85-09-004 (Order 72), § 315-30-080, filed 4/5/85; 84-21-013 (Order 66), § 315-30-080, filed 10/5/84; 84-05-008 (Order 51), § 315-30-080, filed 2/7/84.]

WAC 315-30-090 On-line retailer credit criteria. (1) The director shall deny an on-line license endorsement to any applicant whose credit is rated as poor or marginal as defined in this section.

(2) The director shall require on-line applicants whose credit is rated as minimum as defined in this section to obtain a surety bond or post cash in lieu of a bond under terms and conditions established by the director prior to issuance of the on-line license endorsement. Such surety bond must be secured from a company licensed to do business in the state of Washington. The bond or cash shall be in the amount of seven thousand five hundred dollars unless the director determines a higher amount is required.

(3) In the event the retailer's credit is rated as poor or marginal subsequent to the issuance of the license endorsement the director may:
(a) Revoke or suspend a retailer's on-line license endorsement and/or;
(b) Require such an agent to secure a surety bond from a company licensed to do business in the state of Washington or post cash in lieu of a bond under terms and conditions established by the director. The surety bond or cash shall be in the amount of seven thousand five hundred dollars unless the director determines a higher amount is required.

(4) Credit ratings are defined as follows:
(a) Business credit – includes currently reporting accounts payable and payment records up to six months prior to the lottery's credit check request. Accounts are evaluated by the percentage of the balance outstanding in each of the following categories: Zero to thirty days, thirty-one to sixty days, sixty-one to ninety days, and ninety-one plus days.

(i) A "poor" credit rating indicates that at least half of the accounts are in the sixty-one days and over categories.
(ii) A "marginal" credit rating indicates that at least half of the accounts are in the thirty-one days and over categories.
(iii) A "minimum" credit rating indicates the information is insufficient for evaluation.
(iv) An "acceptable" credit rating indicates that the majority of current accounts are in the zero to thirty days payment category.

(b) Personal credit – includes current reporting personal accounts payable, including public financial record information up to seven years prior to the lottery's credit check request. A significant incident shall be defined as public record information which includes any lien, judgment, or bankruptcy or any similar incident which is publicly recorded and reflects on the individuals willingness and ability to pay creditors. A numerical rating of "one" represents excellent credit. A numerical rating of "nine" represents involuntary collection.

(i) A "poor" credit rating indicates at least half of the accounts are rated over "five," and/or the public record information indicates three or more significant incidents within the past three years.
(ii) A "marginal" credit rating indicates that at least half of the accounts are rated over "three," and/or the public record information indicates one or more significant incidents within the past three years.
(iii) A "minimum" credit rating indicates the information is insufficient for evaluation.
(iv) An "acceptable" credit rating indicates that the majority of the reporting accounts are rated under "three" and that there have been no significant incidents in the public record within the past three years. [Statutory Authority: RCW 67.70.040. 84-19-045 (Order 81), § 315-30-090, filed 12/16/85; 85-09-004 (Order 72), § 315-30-090, filed 4/5/85; 84-05-008 (Order 51), § 315-30-090, filed 2/7/84.]

Chapter 315-31 WAC
TRIPLE CHOICE RULES

WAC 315-31-020 Price of Triple Choice on-line ticket.
315-31-050 Ticket purchases.

WAC 315-31-020 Price of Triple Choice on-line ticket. The base price of a Triple Choice on-line ticket shall be $0.50 or $1.00, except six-way straight box and three-way straight box tickets, which cost $1.00 each. [Statutory Authority: RCW 67.70.040. 84-19-045 (Order 64), § 315-31-020, filed 9/17/84; 84-01-005 (Order 44), § 315-31-020, filed 12/8/83.]

WAC 315-31-050 Ticket purchases. (1) Triple Choice tickets may be purchased or redeemed between 6:00 a.m. and 11:00 p.m. seven days a week, provided on-line retailers shall only sell and redeem tickets during their normal business hours.

(2) Triple Choice tickets may be purchased only from a lottery retailer authorized by the director to sell on-line tickets.

[1985 WAC Supp—page 1558]
WAC 315-32-010 Definitions for Lotto. (1) Number: Any play integer from 1 through 44 inclusive.

(2) Game grids: A field of the 44 numbers found on the play slip.

(3) Play slip: A mark-sense game card used by players of Lotto to select plays. There shall be ten game grids on each play slip identified as A, B, C, D, E, F, G, H, I and J. [Statutory Authority: RCW 67.70.040. 85-22-057 (Order 81), § 315-32-010, filed 11/5/85; 84-17-018 (Order 61), § 315-32-010, filed 8/3/84.]

WAC 315-32-020 Price of Lotto ticket. The price of each Lotto ticket shall be $1.00 and shall contain two plays. A player may use a play slip to purchase up to 5 tickets as follows:

1 ticket: $1 – game grids A and B.
2 tickets: $2 – game grids A, B, C and D.
3 tickets: $3 – game grids A, B, C, D, E and F.
4 tickets: $4 – game grids A, B, C, D, E, F, G and H.
5 tickets: $5 – game grids A, B, C, D, E, F, G, H, I and J.

[Statutory Authority: RCW 67.70.040. 85-22-057 (Order 81), § 315-32-020, filed 11/5/85; 84-17-018 (Order 61), § 315-32-020, filed 8/3/84.]

WAC 315-32-030 Play for Lotto. (1) Type of play: A Lotto player must select six numbers in each play. A winning play is achieved only when 3, 4, 5, or 6 of the numbers selected by the player match, in any order, the six winning numbers drawn by the lottery.

(2) Method of play: The player will use play slips to make number selections. The TDM will read the play slip and issue ticket(s) with corresponding plays. If a play slip is not available, the on-line retailer may enter the selected numbers via the keyboard. A player may leave all play selections to a random number generator operated by the computer, commonly referred to as "quick play." [Statutory Authority: RCW 67.70.040. 85-22-057 (Order 81), § 315-32-030, filed 11/5/85; 84-17-018 (Order 61), § 315-32-030, filed 8/3/84.]

WAC 315-32-040 Prizes for Lotto. (1) The prize amounts to be paid to each Lotto player who selects a winning combination of numbers in the first, second, and third prize categories vary due to the parimutuel calculation of prizes. The prize amounts are based on the total amount in the prize pool for that Lotto drawing distributed over the number of winning tickets in each category. The prize amount to be paid in the fourth prize category is a fixed value and shall be the same regardless of the number of fourth prize winners.

<table>
<thead>
<tr>
<th>WINNING COMBINATIONS</th>
<th>PRIZE CATEGORIES</th>
<th>ODDS OF WINNING (ONE PLAY)</th>
</tr>
</thead>
<tbody>
<tr>
<td>All six winning</td>
<td>First Prize (Jackpot)</td>
<td>1:7,059,052</td>
</tr>
<tr>
<td>numbers in one play</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Any five but not six</td>
<td>Second Prize</td>
<td>1:30,960</td>
</tr>
<tr>
<td>winning numbers in</td>
<td></td>
<td></td>
</tr>
<tr>
<td>one play</td>
<td>Third Prize</td>
<td>1:670</td>
</tr>
<tr>
<td>Any four but not five</td>
<td></td>
<td></td>
</tr>
<tr>
<td>or six winning</td>
<td>Fourth Prize</td>
<td>1:42</td>
</tr>
<tr>
<td>numbers in one play</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

(2) Prize allocation. The prize allocation consists of forty-five percent of Lotto revenue. The prize allocation will be divided between the prize pool and the prize reserve as follows: Prize pool—forty-three percent of Lotto revenue and prize reserve—two percent of Lotto revenue.

(3) Prize amounts.

(a) First prize (jackpot). Fifty-eight percent of the prize pool is to be divided equally among all players who selected all six winning numbers in one play (in any sequence). The director may increase the cash value of the jackpot by an amount not to exceed the amount added to the jackpot from the prior week’s sales.

(b) Second prize. Ten percent of the prize pool is to be divided equally among all players who selected five of the six winning numbers in one play (in any sequence).

(c) Third prize. Nineteen percent of the prize pool is to be divided equally among all players who selected four of the six winning numbers in one play (in any sequence).

(d) Fourth prize. All players who selected three of the six winning numbers in one play (in any sequence) will receive a free ticket of $1.00 value for a future purchase of Lotto or Daily Number Game tickets.

(e) Prize reserve. The prize reserve will be held for payment of prizes at the discretion of the director.

(f) All prize allocations will be rounded down to nearest dollar, and the remainder, if any, from the rounding process shall be placed in the prize reserve.

(g) The holder of a winning ticket may win only one prize per play in connection with the winning number drawn but shall be entitled only to the highest prize category won by those numbers.

(h) The holder of two or more jackpot winning tickets with a cumulative total cash value of $250,000 or more may elect to receive a single prize based on the total cash value with prize payments in accordance with subsection (5)(a) or (b) or this section.

(i) In the event any player who has selected three, four, five, or six of the six winning numbers does not claim the prize won within one hundred eighty days after the drawing in which the prize was won, that player's
prize shall be retained in the state lottery account for further use as prizes, pursuant to RCW 67.70.190.

(4) Roll-over feature.

(a) If no player selects all six winning numbers for any given drawing, the jackpot accumulated for that drawing will be added to the jackpot accumulation for the next drawing. This process is repeated until the jackpot is won.

(b) If no player selects five of the six winning numbers for any given drawing, the second prize allocation will be added to the jackpot accumulation for the next drawing or placed in the prize reserve for future consideration at the discretion of the director.

(c) If no player selects four of the six winning numbers for any given drawing, the third prize allocation will be added to the jackpot accumulation for the next drawing or placed in the prize reserve for future consideration at the discretion of the director.

(d) If no player selects three of the six winning numbers for any given drawing, the fourth prize allocation will be added to the jackpot accumulation for the next drawing or placed in the prize reserve for future consideration at the discretion of the director.

(5) Prize payments will be made in accordance with WAC 315-30-030(6), provided, fourth prize winning tickets submitted to the lottery for payment will receive $1.00 in lieu of a free ticket.

(a) Each prize that has a cash value of $500,000 or more shall be paid in twenty equal annual payments.

(b) Each prize that has a cash value from $250,000 up to but not including $500,000 shall be paid in ten equal annual payments.

(c) Each prize that has a cash value of less than $250,000 shall be paid in a single payment.

(d) For prizes paid over a period of years, the lottery will make the first annual payment. The remaining payments will be paid in the form designated by the director. [Statutory Authority: RCW 67.70.040. 85-22-057 (Order 81), § 315-32-040, filed 11/5/85; 84-17-018 (Order 61), § 315-32-050, filed 8/3/84.]

WAC 315-32-050 Ticket purchases. (1) Lotto tickets may be purchased between 6:00 a.m. and 11:00 p.m., Sunday through Friday and from 6:00 a.m. to the time established under WAC 315-30-040(2) on Saturdays, provided that on-line retailers shall sell tickets only during their normal business hours.

(2) Lotto tickets may be purchased only from a lottery retailer authorized by the director to sell on-line tickets.

(3) Lotto tickets shall on the front of the ticket contain the player's selection of numbers, amount, game grids played, drawing date, and validation and reference numbers. The back of the ticket shall contain overall odds of winning, player instructions, player information and signature area, and the ticket serial number.

(4) Lotto tickets may be purchased for the next drawing only. [Statutory Authority: RCW 67.70.040. 85-22-057 (Order 81), § 315-32-050, filed 11/5/85; 84-17-018 (Order 61), § 315-32-050, filed 8/3/84.]

WAC 315-32-060 Drawings. (1) A Lotto drawing shall be held each week on Saturday evening, except that the director may change the drawing schedule if Saturday is a holiday.

(2) The drawing will be conducted by lottery officials.

(3) Each drawing shall determine, at random, six winning numbers with the aid of mechanical drawing equipment which shall be tested before and after that drawing. Any drawn numbers shall not be declared winning numbers until the drawing is certified by the lottery. The winning numbers shall be used in determining all Lotto winners for that drawing. If a drawing is not certified, another drawing will be conducted to determine actual winners.

(4) The drawing shall not be invalidated based on the liability of the lottery. [Statutory Authority: RCW 67.70.040. 85-22-057 (Order 81), § 315-32-060, filed 11/5/85; 84-17-018 (Order 61), § 315-32-060, filed 8/3/84.]

Title 316 WAC

MARINE EMPLOYEES' COMMISSION

Chapters

316-02 Rules of practice and procedure—Marine employees' commission.

316-07 Rules of procedure.

316-25 Marine employees' representation case rules.

316-35 Marine employees' unit clarification case rules.

316-45 Unfair labor practice case rules.

316-55 Marine employees' impasse resolution rules.

316-65 Marine employees' grievance arbitration rules.

316-75 Marine employees' union security dispute rules.

Reviser's note: See Title 391 Public Employment Relations Commission, Chapter 15, Laws of 1983 re-creates the Marine Employees' Commission and transfers the authority for the administration of chapter 47.64 RCW to that agency. Title 391 WAC will reflect some of the changes resulting from this statutory revision.

Chapter 316-02 WAC

RULES OF PRACTICE AND PROCEDURE—MARINE EMPLOYEES' COMMISSION

WAC

316-02-001 Application and scope of chapter 316-02 WAC.

316-02-003 Policy—Construction—Waiver.

316-02-007 Definitions.

316-02-010 Appearance and practice before commission—Who may appear.

316-02-020 Appearance and practice before commission—Standards of conduct.

316-02-030 Appearance and practice before commission—Appearance by former employee of commission or former member of attorney general's staff.