

HB2553



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

HB2553

by Rep. Chad Hays

SYNOPSIS AS INTRODUCED:

20 ILCS 1605/7.12

Amends the Illinois Lottery Law. Extends the repeal date for provisions concerning a program that allows individuals 18 years of age or older to purchase lottery tickets online from July 1, 2017 to July 1, 2022. Effective immediately.

LRB100 10510 MJP 20725 b

FISCAL NOTE ACT
MAY APPLY

A BILL FOR

1 AN ACT concerning State government.

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

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

6 (20 ILCS 1605/7.12)

7 (Section scheduled to be repealed on July 1, 2017)

8 Sec. 7.12. Internet program.

9 (a) The General Assembly finds that:

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

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

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

21 It is the intent of the General Assembly to create an
22 Internet program for the sale of lottery tickets to capture
23 this new form of market participant.

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

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

24 The Department is obligated to implement the program set
25 forth in this Section and Sections 7.15 and 7.16 only at such
26 time, and to such extent, that the Department of Justice does

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

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

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

1 Department's rules.

2 (c) (Blank).

3 (d) This Section is repealed on July 1, 2022 ~~2017~~.

4 (Source: P.A. 98-499, eff. 8-16-13; 99-523, eff. 6-30-16.)

5 Section 99. Effective date. This Act takes effect upon
6 becoming law.