

IN RE:**DECLARATORY RULING
BY THE SOUTH DAKOTA
LOTTERY COMMISSION****RULING 05-1
ARSD 48:03:02:10****Lotto Retailer Incentive Commissions**

Ruling: Incentive commissions are authorized for on-line retailers who sell certain valid winning tickets for on-line games. Such incentive commissions are authorized in formula below. Retailers must be actively engaged in the sale of on-line tickets and current in Lottery obligations to qualify for incentive commissions which will be paid only after winning tickets have been claimed and paid. If multiple tickets eligible for incentive commissions to retailers are sold in the same drawing, incentive commissions will be paid, limited and divided equally per the formula below.

The formula below is effective after the on-line game drawings of August 27, 2005 and supersedes Ruling 02-1 when effective.

<u>Prize</u>	<u>Commission</u>	<u>Pay, Limit, and Equal Division of Incentive Commission</u>
Powerball®		
Jackpot	\$50,000	Pay 1; over 1 divide \$50,000 and pay all equally.
\$200,000	\$10,000	Pay 1; over 1 divide \$10,000 and pay all equally.
\$10,000	\$1,000	Pay 2; over 2 divide \$2,000 and pay all equally.
Powerball Power Play®		
Jackpot	\$50,000	Pay 1; over 1 divide \$50,000 and pay all equally.
\$200,000	\$20,000	Pay 1; over 1 divide \$20,000 and pay all equally.
\$10,000	\$1,000	Pay 2 (\$1,000 x the Power Play number); over 2 divide 2 x (\$1,000 x the Power Play) and pay all equally.
Hot Lotto		
Jackpot	\$10,000	Pay 1; over 1 divide \$10,000 and pay all equally.
\$10,000	\$1,000	Pay 5; over 5 divide \$5,000 and pay all equally.
Wild Card 2		
Jackpot	1% of prize	Pay 1; over 1 divide commission and pay all equally. Capped @ \$10,000.
\$5,000	\$500	Pay 10; over 10 divide \$5,000 and pay all equally.
Dakota Cash		
Jackpot	5% of prize	Pay 1; over 1 divide commission and pay all equally. Capped @ \$5,000.

Dated this 24th day of June, 2005.

Tom Leckey, Chairman