
Executive**LOTCD1 State Lottery Commission Rule-making Procedures****R.C. 3770.03, 111.15**

Requires the State Lottery Commission to adopt non-instant game rules in the same manner as instant game rules in that all game rules are to be adopted under the abbreviated rule-making procedure and are not subject to legislative review and invalidation.

Fiscal effect: None.

LOTCD2 Alternative to Surety Bonding for Lottery Sales Agents**R.C. 3770.05**

Authorizes the Director of the Ohio Lottery Commission, with the Commission's approval to adopt an alternative program or policy for a lottery sales agent license applicant to establish financial responsibility, in lieu of obtaining a surety bond or making a dedicated account deposit. Allows lottery sales agents to participate in the new program or policy with the Director's approval.

Fiscal effect: The financial responsibility program is intended to protect the Lottery Commission against an agent's failure to make prompt and accurate payments for lottery ticket sales, against lost or stolen tickets, and against damaged equipment issued to the agent. This provision specifies that the alternative program or policy must protect the interests of the State Lottery. There should be no fiscal effect from this provision.

LOTCD3 Application and Renewal Fees**R.C. 3770.05**

Eliminates the requirement that lottery sales agent license application fees, the license renewal fee, and administrative fees charged by the State Lottery Commission be approved by the Controlling Board.

Authorizes the State Lottery Commission to charge an applicant fees for a lottery sales agent license, rather than a fee, but makes it permissive for the Commission to charge those fees or to charge license renewal fees.

Fiscal effect: Potential minimal loss.

Executive**LOTCD4 Transfers to the Lottery Profits Education Fund****Section: 329.10**

Requires the Director of Budget and Management to transfer an amount greater than or equal to \$717.5 million in fiscal year 2012 and \$680.5 million in fiscal year 2013 from the State Lottery Fund (Fund 7044) to the Lottery Profits Education Fund (Fund 7017). States that such transfers represent the estimated net income from operations of the Commission in FY 2012 and FY 2013.

LOTCD5 Operating Expenses**Section: 329.10**

Authorizes the Controlling Board, at the request of the State Lottery Commission, to authorize additional appropriations for operating expenses of the State Lottery Commission from the State Lottery Fund up to a maximum of 15 percent of anticipated total revenue from the sale of lottery tickets.

LOTCD6 Direct Prize Payments**Section: 329.10**

Appropriates any amounts, in addition to the amounts appropriated in SLF Fund 7044 appropriation item 950601, Direct Prize Payments, that the Director of the State Lottery Commission determines to be necessary to fund prizes, bonuses, and commissions.

Executive

LOTCD7 Annuity Prizes

Section: 329.10

Authorizes the State Lottery Commission, with the approval of the Office of Budget and Management, to transfer an amount sufficient to fund deferred prizes from the State Lottery Fund (Fund 7044) to the Deferred Prizes Trust Fund (Fund 8710). Appropriates any amounts, in addition to the amounts appropriated in appropriation item 950602, Annuity Prizes, that the Director of the State Lottery Commission determines to be necessary to fund deferred prizes and interest earnings. Requires the Treasurer of State, from time to time, to credit Fund 8710 the pro rata share of interest earned on invested balances.
