

## IOWA LOTTERY GAME SPECIFIC RULES

The following are the game specific rules for the Iowa Lottery computerized game called POWERBALL.

These rules are in compliance with the Computerized Lottery Games General Rules in 531 Iowa Administrative Code Chapter 20.

**Method of Play.** The Powerball lottery game is a five (5) out of fifty-nine (59) plus (1) out of thirty-nine (39) on-line lottery game which pays the grand prize, at the election of the player, either on an annuitized pari-mutuel basis or as a cash lump sum payment of the total cash held for this prize pool on a pari-mutuel basis. Except as provided in these rules, all other prizes are paid on a set cash basis. To play Powerball, a player shall select five (5) different numbers, from one (1) and through fifty-nine (59) and one (1) additional number from one (1) and through thirty-nine (39), for input into a terminal. The additional number may be the same as one of the first five numbers selected by the player. Tickets can be purchased from a terminal operated by a retailer. The player may select a set of five numbers and one additional number by communicating the six numbers to the retailer, or by marking the numbered squares in any one game panel on a play slip and submitting the play slip to the retailer or by requesting an “easy pick” from the retailer. The Lottery may also at its discretion, offer a promotion known as the Power Play Option. As noted below, the player may also elect the Power Play Option when it is available. The retailer will then issue a ticket, via the terminal, containing the selected set or sets of numbers, each of which constitutes a game play.

**Power Play Option.** The Power Play Option is an add-on to the current Powerball 5/59 + 1/39 game. Players who elect to pay an extra one dollar (\$1.00) per Powerball Play will have the opportunity to multiply the set prizes (all prizes except the jackpot prize) by a number (a multiplier) that is randomly selected at draw time. During each Powerball drawing a single number 2, 3, 4 or 5 shall be drawn. The Iowa Lottery may change one or more of these multiplier numbers for special promotions from time to time. Players who pay the extra one dollar and who win any set prize, except the jackpot prize, will receive an amount equal to the set prize multiplied by the multiplier number selected at the drawing.

**Cancellation By a Player.** A ticket may not be canceled by returning the ticket to the selling retailer or to the lottery, including tickets that are printed in error.

### **Prizes and odds.**

1. The following table sets forth the odds of winning in each prize category, the prize amount in each prize category and the percentage of the total prize pool allocated to each prize category.
2. If winners at non-jackpot prize levels exceed the available prize fund, prizes may be paid on a pari-mutuel basis and be lower than set prize levels. This includes winners at the Match 5 with Power Play level.

<b>Number of Matches Per Play</b>	<b>Prize Pool Odds</b>	<b>Prize</b>	<b>Prize Pool Percentage Allocated to Prize</b>
All five (5) of first set plus one (1) of second set	1:195,249,054.0000	Jackpot	65.0577%
All five (5) of first set and none of second set	1:5,138,133.0000	\$200,000	7.7849%
Any four (4) of first set plus one (1) of second set	1:723,144.6444	\$10,000	2.7657%
Any four (4) of first set and none of second set	1:19,030.1222	\$100	1.0510%
Any three (3) of first set plus one (1) of second set	1:13,644.2386	\$100	1.4658%
Any three (3) of first set and none of second set	1:359.0589	\$7	3.8991%
Any two (2) of first set plus one (1) of second set	1:787.1676	\$7	1.7785%
Any one (1) of first set plus one (1) of second set	1:123.4773	\$4	6.4789%
None of first set plus one (1) of second set	1:61.7386	\$3	9.7184%

\*Overall odds of winning any prize are 1 in 35.1138.

3a. If the player has elected the Power Play Option, the winning matches and the probabilities for matching the numbers drawn stay the same. The following table sets forth the amounts paid to set prize winners for the multiplier numbers drawn:

**Prize Payout with Multiplier Effect**

<b>Prize Levels</b>	<b>5x</b>	<b>4x</b>	<b>3x</b>	<b>2x</b>
Match 5+0 \$200,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000
Match 4+1 \$10,000	\$50,000	\$40,000	\$30,000	\$20,000
Match 4+0 \$100	\$500	\$400	\$300	\$200
Match 3+1 \$100	\$500	\$400	\$300	\$200
Match 3+0 \$7	\$35	\$28	\$21	\$14
Match 2+1 \$7	\$35	\$28	\$21	\$14
Match 1+1 \$4	\$20	\$16	\$12	\$8
Match 0+1 \$3	\$15	\$12	\$9	\$6

3b. The following table sets forth the odds of the various Power Play numbers being drawn during a single Powerball drawing:

<b>Power Play Number</b>	<b>Odds of being drawn</b>
5 (Prize Won X 5)	1:4
4 (Prize Won X 4)	1:4
3 (Prize Won X 3)	1:4
2 (Prize Won X 2)	1:4

4. Jackpot prizes shall be paid, at the election of the player made no later than 60 days after the player becomes entitled to the prize, with either a per winner annuity or a cash payment equal to the total cash held for this prize pool on a pari-mutuel basis. A player becomes entitled to a prize upon validation, by the Lottery, of a winning ticket for the prize. If the payment election is not made by the player within 60 days after the player becomes entitled to the prize, then the prize shall be paid as an annuity prize. An election for an annuity payment made by a player before ticket purchase or by system default or design may be changed to a cash payment at the election of the player until the expiration of 60 days after the player becomes entitled to the prize. The election to take the cash payment may be made at the time of the prize claim or within 60 days after the player becomes entitled to the prize. An election made after the winner becomes entitled to the prize is final and cannot be revoked, withdrawn or otherwise changed. Shares of the Grand Prize shall be determined by dividing the cash available in the Grand Prize pool equally among all winners of the Grand Prize. Winner(s) who elect a cash payment shall be paid their share(s) in a single cash payment. If the jackpot is a guaranteed amount, then the amount of the cash payment shall be determined by dividing the advertised jackpot amount by the annuity factor obtained through the Multi-State Lottery Association's (MUSL) formal quote process. If an annuity has a cash value of less than \$250,000.00, the MUSL board, in its sole discretion, may elect to pay the cash value of the annuity. All prizes paid by annuities shall be paid in thirty (30) payments with the initial payment being made by draft, to be followed by twenty-nine (29) payments funded by the annuity. Except as may

be controlled by a member's governing statute, the amount of each payment shall be determined in accordance with MUSL's established annuity payment policies and/or rules. The initial payment of an annuitized prize shall not be made by the lottery until the fifteenth calendar day following the drawing. Annual payments after the initial payment shall be made by the lottery on the anniversary date or if such date falls on a non-business day, then the first business day following the anniversary date of the selection of the jackpot winning numbers.

5. All prizes, other than jackpot prizes, shall be paid in cash or by draft. Prizes may be paid after receiving authorization to pay from the MUSL central office.

6. Annuitized payments of the jackpot prize or a share of the jackpot prize may be rounded to facilitate the purchase of an appropriate funding mechanism. Breakage on a jackpot prize win shall be added to the first cash payment to the winner or winners. Prizes which, under these rules, may become single-payment, pari-mutuel prizes, may be rounded down so that prizes can be paid in multiples of whole dollars. Breakage resulting from rounding of these prizes shall be carried forward to the prize pool for the next drawing.

7. If the jackpot prize is not won in a drawing, the prize money allocated for the jackpot prize shall roll over and be added to the jackpot prize pool for the following drawing.

8. The prize pool for all prize categories shall consist of up to 49.5% percent of each drawing period's sales, including tax, until the jackpot prize is funded to the annuitized amount guaranteed by the MUSL board. Any amount remaining in the prize pool at the end of this game shall be carried forward to a replacement game or expended in a manner as directed by the MUSL board in accordance with state law.

9. When the jackpot prize reaches the annuitized amount guaranteed by the MUSL board, 2 percent of sales, including tax, shall be placed in trust in one or more prize reserve accounts until the prize reserve accounts reach the amount designated by the MUSL board. Once the prize reserve accounts exceed the designated amount, the excess shall become part of the prize pool. Any amount remaining in a prize reserve account at the end of this game shall be carried forward to a replacement prize reserve account or expended in a manner as directed by the MUSL board. The amount remaining in the prize reserve account from the previous MUSL game shall be carried forward to the Powerball game.

10. The prize money allocated to the jackpot prize category shall be divided equally by the number of game plays winning the jackpot prize.

11. The prize pool percentage allocated to the set cash prizes of \$200,000 or less shall be carried forward to the subsequent draws if all or a portion of it is not needed to pay the set cash prizes awarded in the current draw.

12. If the total of set cash prizes of \$200,000 or less awarded in a drawing exceeds the percentage of the prize pool allocated to the set prize levels, then the amount needed to fund all set cash prizes awarded shall be drawn from the following sources in the following order: (a) the amount allocated to the set cash prizes and carried forward from previous draws, if any; (b) an amount from the set prize reserve account, if available, not to exceed \$25 million per drawing. If, after these sources are depleted, there are not sufficient funds to pay the set cash prizes awarded, then the highest set prize shall become a pari-mutuel

basis, drops to or below the next highest set prize and there are still not sufficient funds to pay the remaining set prizes awarded, then the next highest set prize shall become a pari-mutuel prize. This procedure shall continue down through all set prize levels, if necessary, until all set prize levels become pari-mutuel prize levels. In that instance, the money available from the funding sources listed in this rule shall be divided among the winning plays in proportion to their respective prize percentages. When the promotion is available, Power Play Option prizes shall be a factor of the new amounts.

13. The MUSL board may offer guaranteed minimum jackpot prize amounts or minimum increase in the jackpot prize amount between drawings or make other changes in the allocation of prize money where the board finds that it would be in the best interest of the game. Changes in the allocation of prize money shall be designated to retain approximately the same prize allocation percentages, over a year's time, set out in these rules. Minimum guaranteed prizes or increases may be waived if the alternate funding mechanism set out in these rules becomes necessary.

**Price.** A game play in the Powerball lottery game shall sell for \$1 including sales tax. When offered, the Power Play Option shall sell for an additional \$1.00 per game play. *Note that Power Play is sold "per game play". For example, a multidraw for 5 draws (1 game draw on a single ticket) with the Power Play option purchased will sell for \$10.00. Similarly, a \$2.00 play for a single drawing (2 game plays on one ticket), with the Power Play option purchased will sell for \$4.00 (\$1.00 for each set of numbers plus \$1.00 for the Power Play option for each set).*

**Ticket Validation Requirements.** All standard tests for validation must be met including but not limited to confidential specifications.

**Claim period.** All prizes must be claimed as directed within 365 calendar days of the drawing in which the prize was won. For purposes of determining the claim period, the first (draw) day shall be excluded, and the last day included. In the event the last day falls on a Saturday, a Sunday, a legal holiday or any day appointed or recommended by the Governor of Iowa or the President of the United States as a day of fasting or thanksgiving, the time to claim shall be extended to close of business on the next day thereafter when Lottery offices are open for business. Any prize not claimed within the specified period shall be forfeited.

**Multi-draw plays.** Multi-draw plays may be available for up to 10 consecutive drawings.

**Drawings.** Two drawings shall be held each week. Drawings shall be held each Wednesday and each Saturday. Tickets are valid for only the draw date(s) shown on the ticket.