



CAROLUS XIII

ROYO Y IMPERAD

A.S. 318

JUNE, 2024

No.4 of 2024

**An Act Concerning the Regulation of Lotteries and
Gambling**

Assented to on the 19th of June, 2024

SARHOLM, 2024



BE IT ENACTED, by the Office of the Prime Minister of the New Sarovian Empire and Her Colonies and Dominions, with the advice and consent of the Imperial Parliament thereof, as follows:

Repealment of the Lottery Act 2023

1. The Lottery Act of AS 312 has been unsatisfactory in meeting the needs of the citizens of Sarovia, as such, it will be repealed and replaced by this Act, which will create new provisions to regulate and supervise new lotteries and other gambling entities.

Free Market

2. Monopolies and dominant market power over specific sectors of the economy create stagnation. No monopoly should be granted to any individual or company in relation to the lottery or any other form of gambling; a free and open market will be maintained and protected.

Gambling

3. From now on, “gambling” will be separated into two different categories:
- a. “Betting” is defined as placing or accepting a bet on:
 - i. The outcome of a race, competition or other event or process.
 - ii. The probability of something occurring or not occurring; or whether or not something is true.
 - b. “Gaming” is defined as: A game that involves both an element of luck and an element of skill;
 - i. A game that involves an element of luck that can be eliminated by superlative skill;
 - ii. A game that is presented as involving an element of luck, but does not include a sport.

Lotteries

4. A lottery will be formally defined and must have three essential elements:
- Payment is required to participate;
 - One or more prizes are awarded; and
 - These prizes are awarded by chance

Gambling Institutions

5. Companies that allow customers to participate in betting, gaming, or lotteries will be classified as gambling institutions.

Code of Conduct for Gambling Institutions

6. The following describes a code of conduct for supervising gambling institutions and ensuring that all customers are protected. All gambling institutions are legally obliged to comply with the code of conduct.

- Gambling establishments must pay out any winnings owed to customers; refusing to do so is illegal.
- Gambling institutions must be transparent in the process of selecting winners in relation to lotteries.

Noncompliance

7. Failure to comply with the established code of conduct will result in sanctions for the owners of gambling institutions.

- Failure to pay customers what they are owed; fine of 10,000 Saros
- Lack of transparency regarding lotteries; fine of 30,000 Saros
- Breaking the code repeatedly; institution will be closed indefinitely