## NINETEENTH CONGRESS OF THE ) REPUBLIC OF THE PHILIPPINES )

\*22 OCT -5 P6:35

First Regular Session

22 UUI = 5 P 6 35

RECEIVED BY:

SENATE

Proposed Senate Resolution No. 253

Introduced by Senator Aquilino "Koko" Pimentel III

## RESOLUTION

DIRECTING THE APPROPRIATE COMMITTEE OF THE SENATE TO UNDERTAKE AN INQUIRY IN AID OF LEGISLATION TO DETERMINE AND MAINTAIN THE INTEGRITY AND TRUSTWORTHINESS OF THE PHILIPPINE CHARITY SWEEPSTAKES OFFICE (PCSO) LOTTO GAMES

WHEREAS, on June 18, 1954, Republic Act No. 1169 was passed enacting the corporate charter of the Philippine Charity Sweepstakes Office (PCSO). Under its charter, the PCSO has the authority to conduct charity sweepstakes races, lotteries and other similar activities;

5

7

8

9

10

11

1

2

3

4

WHEREAS, in January 1995, the PCSO launched the first online lottery in the Philippines known as the Lotto. Presently, a major part of PCSO's revenues comes from the sale of Lotto tickets. PCSO Chairman Junie E. Cua reported that PCSO ticket sales have risen to P25.92 billion pesos in the first half of this year<sup>1</sup>;

 $<sup>^{1}\,\</sup>underline{\text{https://www.bworldonline.com/the-nation/2022/08/30/471580/pcso-eyes-online-lotto-to-boost-yearly-revenue/}\,accessed on October 3, 2022}$ 

WHEREAS, during the initial years of the Lotto, the PCSO was already beset with allegations of anomalies starting with its alleged irregular deal with Philippine Gaming and Management Corp. (PGMC) – Berjaya;

. . . .

WHEREAS, as recently as July 2019, the Lotto operations were shut down upon order of President Rodrigo Duterte because of allegations of anomalies and corrupt practices on the part of PCSO officials and/or employees;

WHEREAS, the common criticism leveled by the betting public against the Lotto is the lack of transparency. Since the identity of the winner is not revealed, the people are suspicious whether the conduct of the lottery is above board. Also the reported lag time between the announcement of the results and the announcement of the number of winners leads people to suspect that this lag time is used to manipulate and insert "lucky bettors" into the list of winners;

WHEREAS, the frequency of hitting the jackpot and the presence of multiple winners despite the low probability of winning (from 1 in 5,245,786 chances in the case of the 6/42 Lotto to 1 in 40,475,358 in the case of the 6/58 Ultra Lotto) heighten the suspicion even more;

WHEREAS, in 2017, there were three (3) winners of the P286 million 6/58 Ultra Lotto jackpot in March, and again in September, two (2) winners of the 6/58 Ultra Lotto jackpot of P257 million. In February 2018, there were two (2) winners of the 6/58 Ultra Lotto jackpot of P332 million, and again in October, two (2) winners of the record-breaking jackpot of P1.18 billion of 6/58 Ultra Lotto. And in February 20, 2020, there were ten (10) winners of the 6-Digit Lotto jackpot.

 WHEREAS, there have been several multiple winners this year alone<sup>2</sup> — in January, there were four (4) winners of the P42.9 million jackpot of 6/42 Lotto; in May, three (3) winners of the 6/42 Lotto jackpot of P43.9 million; in June, two (2) winners shared the P73.8 million jackpot of the 6/49 Super Lotto; and the recent result of the 6/55 Grand Lotto is a contender for the Guinness Book of World records where 433 winners reportedly picked the winning combination of numbers;

WHEREAS, there is a need to make sure that the processes involved in the conduct of the lotto games by the PCSO are honest and free from any kind of fraud because they are State-sanctioned forms of gambling and rely on their integrity for the successful raising of funds for health programs, medical assistance and services, and charities of national character;

NOW, THEREFORE, BE IT RESOLVED BY THE SENATE OF THE PHILIPPINES to direct the appropriate committee of the Senate to undertake an inquiry in aid of legislation to determine and maintain the integrity and trustworthiness of the Philippine Charity Sweepstakes Office (PCSO) lotto games.

Adopted,

AQUILINO "KOKO" PIMENTEL III

<sup>&</sup>lt;sup>2</sup> https://www.pcsolotto.ph/pcso-lotto-jackpot-winners-2022/ accessed on October 3, 2022