## HOUSE BILL No. 2507

By Committee on Appropriations

2-13

AN ACT concerning the Kansas sports hall of fame; relating to funding thereof; providing for the use of certain lottery revenues therefore; amending K.S.A. 2006 Supp. 74-8711 and repealing the existing section.

Be it enacted by the Legislature of the State of Kansas:

New Section 1. (a) The Kansas lottery commission shall designate lottery games the revenues from which shall be used for the purposes provided in this act. The commission shall designate such games so that at all times the proceeds of one, and only one, such game are used for such purposes.

- (b) On or before the 15th day of each month, the executive director shall certify to the director of accounts and reports the amount of revenue collected from the sale of lottery tickets and shares during the preceding month from lottery games designated pursuant to subsection (a), less amounts described in subsections (c)(1), (c)(2) and (c)(3) of K.S.A. 74-8711, and amendments thereto, which are attributable to such games. Upon receipt of the certification, the director of accounts and reports shall transfer the amount so certified from the lottery operating fund to the Kansas sports hall of fame fund established by section 2 and amendments thereto.
- New Sec 2. (a) There is hereby established in the state treasury the Kansas sports hall of fame lottery fund.
- (b) On or before the 10th of each month, the director of accounts and reports shall transfer from the state general fund to the Kansas sports hall of fame lottery fund interest earnings based on: (1) The average daily balance of moneys in the Kansas sports hall of fame lottery fund for the preceding month; and
- (2) the net earnings rate for the pooled money investment portfolio for the preceding month.
- (c) All expenditures from the Kansas sports hall of fame lottery fund shall be made in accordance with appropriation acts upon warrants of the director of accounts and reports issued pursuant to vouchers approved by the Kansas sports hall of fame board of trustees or by a person or persons designated by the Kansas sports hall of fame board of trustees.

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- Sec. 3. K.S.A. 2006 Supp. 74-8711 is hereby amended to read as follows: 74-8711. (a) There is hereby established in the state treasury the lottery operating fund.
- (b) Except as provided by K.S.A. 2006 Supp. 74-8724, and amendments thereto, the executive director shall remit all moneys collected from the sale of lottery tickets and shares and any other moneys received by or on behalf of the Kansas lottery to the state treasurer in accordance with the provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of each such remittance, the state treasurer shall deposit the entire amount in the state treasury to the credit of the lottery operating fund. Moneys credited to the fund shall be expended or transferred only as provided by this act. Expenditures from such fund shall be made in accordance with appropriations acts upon warrants of the director of accounts and reports issued pursuant to vouchers approved by the executive director or by a person designated by the executive director.
  - (c) Moneys in the lottery operating fund shall be used for:
- (1) The payment of expenses of the lottery, which shall include all costs incurred in the operation and administration of the Kansas lottery; all costs resulting from contracts entered into for the purchase or lease of goods and services needed for operation of the lottery, including but not limited to supplies, materials, tickets, independent studies and surveys, data transmission, advertising, printing, promotion, incentives, public relations, communications and distribution of tickets and shares; and reimbursement of costs of facilities and services provided by other state agencies;
  - (2) the payment of compensation to lottery retailers;
- (3) transfers of moneys to the lottery prize payment fund pursuant to K.S.A. 74-8712, and amendments thereto;
- (4) transfers to the state general fund pursuant to K.S.A. 74-8713, and amendments thereto;
- (5) transfers to the Kansas sports hall of fame lottery fund pursuant to section 1, and amendments thereto;
- (5) (6) transfers to the state gaming revenues fund pursuant to subsection (d) of this section and as otherwise provided by law; and
  - (6) (7) transfers to the county reappraisal fund as prescribed by law.
- (d) The director of accounts and reports shall transfer moneys in the lottery operating fund to the state gaming revenues fund created by K.S.A. 79-4801, and amendments thereto, on or before the 15th day of each month in an amount certified monthly by the executive director and determined as follows, whichever is greater:
- (1) An amount equal to the moneys in the lottery operating fund in excess of those needed for the purposes described in subsections (c)(1) through (c)(4); or

- 1 (2) except for pull-tab lottery tickets and shares, an amount equal to 2 not less than 30% of total monthly revenues from the sales of lottery 3 tickets and shares less estimated returned tickets. In the case of pull-tab lottery tickets and shares, an amount equal to not less than 20% of the total monthly revenues from the sales of pull-tab lottery tickets and shares 6 less estimated returned tickets.
- 7 Sec. 4. K.S.A. 2006 Supp. 74-8711 is hereby repealed.
- 8 Sec. 5. This act shall take effect and be in force from and after its 9 publication in the statute book.