



HOUSE BILL No. 4311

February 7, 1995, Introduced by Reps. Jaye and Perricone and referred to the Committee on Regulatory Affairs.

A bill to amend section 11 of Act No. 239 of the Public Acts of 1972, entitled as amended "McCauley-Traxler-Law-Bowman-McNeely lottery act," as amended by Act No. 165 of the Public Acts of 1991, being section 432.11 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 11 of Act No. 239 of the Public Acts of
2 1972, as amended by Act No. 165 of the Public Acts of 1991, being
3 section 432.11 of the Michigan Compiled Laws, is amended to read
4 as follows:

5 Sec. 11. (1) The commissioner shall promulgate rules pursu-
6 ant to the administrative procedures act of 1969, Act No. 306 of
7 the Public Acts of 1969, ~~as amended,~~ being sections 24.201 to
8 24.328 of the Michigan Compiled Laws, as necessary to implement
9 this act.

1 (2) The rules authorized under this section may include any
2 of the following:

3 (a) The type of lottery to be conducted subject to section
4 9(2).

5 (b) The price of tickets or shares in the lottery.

6 (c) The number and size of the prizes on the winning tickets
7 or shares.

8 (d) The manner of selecting the winning tickets or shares.

9 (e) The manner of payment of prizes to the holders of win-
10 ning tickets or shares, subject to section 32.

11 (f) The frequency of the drawings or selections of winning
12 tickets or shares.

13 (g) Without limit as to number, the type or types of loca-
14 tions at which tickets or shares may be sold.

15 (h) The method to be used in selling tickets or shares,
16 except that no person's name shall be printed on such tickets or
17 shares.

18 (i) The licensing of agents to sell tickets or shares but a
19 person under the age of 18 shall not be licensed as an agent.

20 (j) The manner and amount of compensation to be paid
21 licensed sales agents necessary to provide for the adequate
22 availability of tickets or shares to prospective buyers and for
23 the convenience of the public.

24 (k) The apportionment of the total annual revenues accruing
25 from the sale of lottery tickets or shares and from all other
26 sources for the payment of prizes to the holders of winning
27 tickets or shares, for the payment of costs incurred in the

1 operation and administration of the lottery, including the
2 expenses of the bureau and the costs resulting from any contract
3 or contracts entered into for promotional, advertising, consult-
4 ing or operational services or for the purchase or lease of lot-
5 tery equipment and materials, for the repayment of the money
6 appropriated to the state lottery fund, and for transfer to the
7 general fund.

8 (3) NOTWITHSTANDING ANY PROVISION OF THIS ACT AND SUBJECT TO
9 SECTION 32, UNTIL OCTOBER 1, 1997 THE PAYMENT OF PRIZES MAY BE IN
10 A SINGLE PAYMENT. THE PERSON BUYING A MICHIGAN LOTTO TICKET OR
11 SHARE SHALL, AT THE POINT OF SALE, BE PROVIDED WITH THE OPTION OF
12 HAVING THE PAYMENT OF HIS OR HER PRIZE BE IN A SINGLE PAYMENT AT
13 THE PRESENT DISCOUNTED CASH VALUE OR EQUAL ANNUITY PAYMENTS.

14 (4) AS USED IN THIS SECTION, "MICHIGAN LOTTO" MEANS A LOT-
15 TERY AUTHORIZED UNDER THIS ACT BUT DOES NOT INCLUDE A LOTTERY IN
16 WHICH THIS STATE PARTICIPATES WITH 1 OR MORE OTHER STATES OR
17 COUNTRIES.

18 Section 2. This amendatory act shall take effect October 1,
19 1995.