



HOUSE BILL No. 5671

June 22 1994, Introduced by Rep Jaye and referred to the Committee on State Affairs

A bill to amend sections 9 and 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 sections 432 9 and 432 11 of the Michigan Compiled Laws

THE PEOPLE OF THE STATE OF MICHIGAN ENACT

1 Section 1 Sections 9 and 11 of Act No 239 of the Public
2 Acts of 1972, as amended by Act No 165 of the Public Acts of
3 1991 being sections 432 9 and 432 11 of the Michigan Compiled
4 Laws, are amended to read as follows

5 Sec 9 (1) The commissioner shall initiate, establish, and
6 operate a state lottery at the earliest feasible and practicable
7 time The lottery shall produce the maximum amount of net
8 revenues for the state consonant with the general welfare of the
9 people The commissioner shall solicit bids from financially

1 responsible vendors of data processing equipment and services for
2 the operation of the lottery and may contract with the approval
3 of the state administrative board

4 (2) The commissioner shall not conduct a lottery based upon
5 an activity which utilizes the mechanical, physical, or mental
6 skills of the participant and which is traditionally regarded as
7 a sporting event

8 (3) THE LOTTERY CONDUCTED BY THE COMMISSIONER SHALL PROVIDE
9 FOR AN INSTANT PRIZE OF \$5 00 UPON THE CORRECT PICK OF 3 NUMBERS
10 OR SYMBOLS OUT OF THE ENTIRE FIELD OF AVAILABLE NUMBERS OR
11 SYMBOLS

12 Sec 11 (1) The commissioner shall promulgate rules pursu-
13 ant to the administrative procedures act of 1969, Act No 306 of
14 the Public Acts of 1969, as amended, being sections 24 201 to
15 24 328 of the Michigan Compiled Laws, as necessary to implement
16 this act

17 (2) The rules authorized under this section may include any
18 of the following

19 (a) The type of lottery to be conducted subject to section
20 ~~9(2)~~ 9

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

22 (c) The number and size of the prizes on the winning tickets
23 or shares SUBJECT TO SECTION 9

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

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

1 (f) The frequency of the drawings or selections of winning
2 tickets or shares

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

5 (h) The method to be used in selling tickets or shares,
6 except that no person s name shall be printed on such tickets or
7 shares

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

10 (j) The manner and amount of compensation to be paid
11 licensed sales agents necessary to provide for the adequate
12 availability of tickets or shares to prospective buyers and for
13 the convenience of the public

14 (k) The apportionment of the total annual revenues accruing
15 from the sale of lottery tickets or shares and from all other
16 sources for the payment of prizes to the holders of winning tick-
17 ets or shares, for the payment of costs incurred in the operation
18 and administration of the lottery, including the expenses of the
19 bureau and the costs resulting from any contract or contracts
20 entered into for promotional, advertising, consulting or oper-
21 ational services or for the purchase or lease of lottery equip-
22 ment and materials, for the repayment of the money appropriated
23 to the state lottery fund and for transfer to the general fund