

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL
No. 2400 Session of
1984

INTRODUCED BY COHEN, OLIVER, WOZNIAK AND RUDY, JUNE 29, 1984

REFERRED TO COMMITTEE ON STATE GOVERNMENT, JUNE 29, 1984

AN ACT

1 Amending the act of August 26, 1971 (P.L.351, No.91), entitled
2 "An act providing for a State Lottery and administration
3 thereof; authorizing the creation of a State Lottery
4 Commission; prescribing its powers and duties; disposition of
5 funds; violations and penalties therefor; exemption of prizes
6 from State and local taxation and making an appropriation,"
7 providing for investment of funds; and making editorial
8 changes.

9 The General Assembly of the Commonwealth of Pennsylvania
10 hereby enacts as follows:

11 Section 1. Section 12 of the act of August 26, 1971
12 (P.L.351, No.91), known as the State Lottery Law, amended
13 October 17, 1980 (P.L.1088, No.184), is amended to read:

14 Section 12. Disposition of Funds from Sale of Tickets or
15 Shares.--(a) All moneys received from the operation of the
16 State lottery shall be deposited in a State Lottery Fund which
17 is hereby created. Such moneys shall be used to the extent
18 necessary for the payment of lottery prizes but the amount so
19 used shall not be less than forty per cent of the amount of
20 which tickets or shares have been sold. All payments of lottery

1 prizes and for expenses of operation of the lottery shall be
2 made as provided by law. All moneys remaining after payment of
3 prizes and operating expenses shall remain in the State Lottery
4 Fund and shall be allocated for the purpose of providing
5 property tax relief for the elderly for taxes paid in 1971 and
6 thereafter pursuant to the provisions of the act of March 11,
7 1971 (P.L.104, No.3), known as the ["Senior Citizens Property
8 Tax or Rent Rebate and Older Persons Inflation Needs Act,"]
9 "Senior Citizens Rebate and Assistance Act," and for the purpose
10 of providing free or reduced fare transit service for the
11 elderly pursuant to the act of January 22, 1968 (P.L.42, No.8),
12 known as the ["Pennsylvania Urban Mass Transportation Assistance
13 Law of 1967,"] "Pennsylvania Urban Mass Transportation Law," and
14 the act of February 11, 1976 (P.L.14, No.10), known as the
15 "Pennsylvania Rural and Intercity Common Carrier Surface
16 Transportation Assistance Act." In the event sufficient funds
17 are not available from the lottery receipts to meet the
18 requirements of the act of March 11, 1971 (P.L.104, No.3), known
19 as the ["Senior Citizens Property Tax or Rent Rebate and Older
20 Persons Inflation Needs Act,"] "Senior Citizens Rebate and
21 Assistance Act," or for providing free or reduced fare transit
22 service for the elderly under the act of January 22, 1968
23 (P.L.42, No.8), known as the ["Pennsylvania Urban Mass
24 Transportation Assistance Law of 1967,"] "Pennsylvania Urban
25 Mass Transportation Law," and the act of February 11, 1976
26 (P.L.14, No.10), known as the "Pennsylvania Rural and Intercity
27 Common Carrier Surface Transportation Assistance Act,"
28 additional funds to fulfill these obligations, shall be
29 appropriated from the General Fund for this purpose.

30 (b) The moneys in said State Lottery Fund shall be

1 appropriated only:

2 (1) For the payment of prizes to the holders of winning
3 lottery tickets or shares;

4 (2) For the expenses of the division in its operation of the
5 lottery;

6 (3) For property tax relief and free or reduced fare transit
7 service for the elderly as provided under section 12 of this
8 act; and

9 (4) For transfer to the General Fund through June 30, 1972,
10 and for the repayment to the General Fund of the amount
11 appropriated to the fund pursuant to section 16 of this act.

12 (c) All investment of moneys from the State Lottery Fund,
13 including claimed prizes, shall be in government-guaranteed
14 bonds, notes or commercial paper.

15 Section 2. This act shall take effect immediately.