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SENATE BILL 114

**44TH LEGISLATURE - STATE OF NEW MEXICO - SECOND SESSION,
2000**

INTRODUCED BY

Michael S. Sanchez

AN ACT

RELATING TO LOTTERY DISTRIBUTIONS; PROVIDING FOR EQUAL
DISTRIBUTION FOR SCHOLARSHIPS AND PUBLIC SCHOOL CAPITAL
OUTLAY.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 6-24-24 NMSA 1978 (being Laws 1995,
Chapter 155, Section 24) is amended to read:

"6-24-24. DISPOSITION OF REVENUE.--

A. As nearly as practical, an amount equal to at
least fifty percent of the gross annual revenues from the
sale of lottery tickets shall be returned to the public in
the form of lottery prizes.

B. The authority shall transmit all net revenues
to the state treasurer, who shall deposit [~~sixty~~] fifty
percent of the revenues in the public school capital outlay
fund for expenditure pursuant to the provisions of the Public

.130604.1

underscored material = new
~~[bracketed material]~~ = delete

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1 School Capital Outlay Act and ~~[forty]~~ fifty percent in the
2 lottery tuition fund. Estimated net revenues shall be
3 transmitted monthly to the state treasurer for deposit in the
4 funds; provided that the total amount of annual net revenues
5 for the fiscal year shall be transmitted no later than August
6 1 each year.

7 C. In determining net revenues, operating expenses
8 of the lottery include all costs incurred in the operation
9 and administration of the lottery and all costs resulting
10 from any contracts entered into for the purchase or lease of
11 goods or services required by the lottery, including ~~[but not~~
12 ~~limited to]~~ the costs of supplies, materials, tickets,
13 independent audit services, independent studies, data
14 transmission, advertising, promotion, incentives, public
15 relations, communications, commissions paid to lottery
16 retailers, printing, distribution of tickets, purchases of
17 annuities or investments to be used to pay future
18 installments of winning lottery tickets, debt service and
19 payment of any revenue bonds issued, contingency reserves,
20 transfers to the reserve fund and any other necessary costs
21 incurred in carrying out the provisions of the New Mexico
22 Lottery Act.

23 D. An amount up to two percent of the gross annual
24 revenues shall be set aside as a reserve fund to cover
25 bonuses and incentive plans for lottery retailers, special
promotions for retailers, purchasing special promotional
giveaways, sponsoring special promotional events, compulsive

underscored material = new
~~[bracketed material] = delete~~

1 gambling rehabilitation and such other purposes as the board
2 deems necessary to maintain the integrity and meet the
3 revenue goals of the lottery. The board shall report
4 annually to the governor and each regular session of the
5 legislature on the use of the money in the reserve fund. Any
6 balance in excess of fifty thousand dollars (\$50,000) at the
7 end of any fiscal year shall be transferred to the lottery
8 tuition fund."

9 Section 2. EFFECTIVE DATE.--The effective date of the
10 provisions of this act is July 1, 2000.

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