
SUBSTITUTE HOUSE BILL 2958

State of Washington 60th Legislature 2008 Regular Session

By House Appropriations (originally sponsored by Representatives Hunter, McIntire, and Jarrett)

READ FIRST TIME 02/05/08.

1 AN ACT Relating to the consolidation of state lottery revenue
2 distributional directives into a single provision of law; amending RCW
3 67.70.240 and 67.70.240; creating a new section; repealing RCW
4 67.70.042 and 67.70.043; providing a contingent effective date; and
5 providing a contingent expiration date.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

7 **Sec. 1.** RCW 67.70.240 and 2001 c 3 s 4 are each amended to read as
8 follows:

9 (1) In conformance with Article II, section 37 of the state
10 Constitution, no state lottery moneys, including shared game lottery
11 moneys, shall be distributed without the specific affirmative directive
12 of this section.

13 (2) The moneys in the state lottery account shall be used only:
14 ((+1)) (a) For the payment of prizes to the holders of winning
15 lottery tickets or shares;
16 ((+2)) (b) For purposes of making deposits into the reserve
17 account created by RCW 67.70.250 and into the lottery administrative
18 account created by RCW 67.70.260;

1 ~~((3))~~ (c) For purposes of making deposits into the education
2 construction fund ~~((and student achievement fund created in RCW~~
3 ~~43.135.045. For the transition period from July 1, 2001, until and~~
4 ~~including June 30, 2002, fifty percent of the moneys not otherwise~~
5 ~~obligated under this section shall be placed in the student achievement~~
6 ~~fund and fifty percent of these moneys shall be placed in the education~~
7 ~~construction fund. On and after July 1, 2002, until June 30, 2004,~~
8 ~~seventy five percent of these moneys shall be placed in the student~~
9 ~~achievement fund and twenty five percent shall be placed in the~~
10 ~~education construction fund. On and after July 1, 2004,))~~. All
11 deposits not otherwise obligated under this ~~((section))~~ subsection
12 (2)(c) for the payment of state lottery prizes and agent compensation,
13 the promotion and administration of the state lottery, or stadium bond
14 payments, shall be placed in the education construction fund. Moneys
15 in the state lottery account deposited in the education construction
16 fund ~~((and the student achievement fund))~~ are included in "general
17 state revenues" under RCW 39.42.070;

18 ~~((4))~~ (d) For distribution to a county for the purpose of paying
19 the principal and interest payments on bonds issued by the county to
20 construct a baseball stadium, as defined in RCW 82.14.0485, including
21 reasonably necessary preconstruction costs. Three million dollars
22 shall be distributed under this subsection (2)(d) during calendar year
23 1996. During subsequent years, such distributions shall equal the
24 prior year's distributions increased by four percent. Distributions
25 under this subsection (2)(d) shall cease when the bonds issued for the
26 construction of the baseball stadium are retired, but not more than
27 twenty years after the tax under RCW 82.14.0485 is first imposed;

28 ~~((5))~~ (e) For distribution to the stadium and exhibition center
29 account, created in RCW 43.99N.060. Subject to the conditions of RCW
30 43.99N.070, six million dollars shall be distributed under this
31 subsection (2)(e) during the calendar year 1998. During subsequent
32 years, such distribution shall equal the prior year's distributions
33 increased by four percent. No distribution may be made under this
34 subsection (2)(e) after December 31, 1999, unless the conditions for
35 issuance of the bonds under RCW 43.99N.020(2) are met. Distributions
36 under this subsection (2)(e) shall cease when the bonds are retired,
37 but not later than December 31, 2020;

1 ~~((6))~~ (f) For the purchase and promotion of lottery games and
2 game-related services; and

3 ~~((7))~~ (g) For the payment of agent compensation.

4 The office of financial management shall require the allotment of
5 all expenses paid from the account and shall report to the ways and
6 means committees of the senate and house of representatives any changes
7 in the allotments.

8 (3) Moneys from the shared game lottery authorized under RCW
9 67.70.044 shall be distributed in accordance with RCW 67.70.340.

10 (4) Moneys deposited in the problem gambling account shall be
11 distributed in accordance with RCW 43.20A.892.

12 (5) Moneys from unclaimed prizes, which are deposited in the
13 economic development strategic reserve account created under RCW
14 43.330.250, shall be distributed as provided in RCW 43.330.250.

15 **Sec. 2.** RCW 67.70.240 and 2001 c 3 s 4 are each amended to read as
16 follows:

17 (1) In conformance with Article II, section 37 of the state
18 Constitution, no state lottery moneys, including shared game lottery
19 moneys, shall be distributed without the specific affirmative directive
20 of this section.

21 (2) The moneys in the state lottery account shall be used only:

22 ~~((1))~~ (a) For the payment of prizes to the holders of winning
23 lottery tickets or shares;

24 ~~((2))~~ (b) For purposes of making deposits into the reserve
25 account created by RCW 67.70.250 and into the lottery administrative
26 account created by RCW 67.70.260;

27 ~~((3))~~ (c) For purposes of making deposits into the education
28 construction fund ~~((and student achievement fund created in RCW~~
29 ~~43.135.045. For the transition period from July 1, 2001, until and~~
30 ~~including June 30, 2002, fifty percent of the moneys not otherwise~~
31 ~~obligated under this section shall be placed in the student achievement~~
32 ~~fund and fifty percent of these moneys shall be placed in the education~~
33 ~~construction fund. On and after July 1, 2002, until June 30, 2004,~~
34 ~~seventy five percent of these moneys shall be placed in the student~~
35 ~~achievement fund and twenty five percent shall be placed in the~~
36 ~~education construction fund. On and after July 1, 2004,)). All~~
37 deposits not otherwise obligated under this ~~((section))~~ subsection

1 (2)(c) for the payment of state lottery prizes and agent compensation
2 or the promotion and administration of the state lottery shall be
3 placed in the education construction fund. Moneys in the state lottery
4 account deposited in the education construction fund (~~(and the student~~
5 ~~achievement fund)~~) are included in "general state revenues" under RCW
6 39.42.070;

7 ~~((4) For distribution to a county for the purpose of paying the~~
8 ~~principal and interest payments on bonds issued by the county to~~
9 ~~construct a baseball stadium, as defined in RCW 82.14.0485, including~~
10 ~~reasonably necessary preconstruction costs. Three million dollars~~
11 ~~shall be distributed under this subsection during calendar year 1996.~~
12 ~~During subsequent years, such distributions shall equal the prior~~
13 ~~year's distributions increased by four percent. Distributions under~~
14 ~~this subsection shall cease when the bonds issued for the construction~~
15 ~~of the baseball stadium are retired, but not more than twenty years~~
16 ~~after the tax under RCW 82.14.0485 is first imposed;~~

17 ~~(5) For distribution to the stadium and exhibition center account,~~
18 ~~created in RCW 43.99N.060. Subject to the conditions of RCW~~
19 ~~43.99N.070, six million dollars shall be distributed under this~~
20 ~~subsection during the calendar year 1998. During subsequent years,~~
21 ~~such distribution shall equal the prior year's distributions increased~~
22 ~~by four percent. No distribution may be made under this subsection~~
23 ~~after December 31, 1999, unless the conditions for issuance of the~~
24 ~~bonds under RCW 43.99N.020(2) are met. Distributions under this~~
25 ~~subsection shall cease when the bonds are retired, but not later than~~
26 ~~December 31, 2020;~~

27 ~~(6)) (d) For the purchase and promotion of lottery games and game-~~
28 ~~related services; and~~

29 ~~((7)) (e) For the payment of agent compensation.~~

30 The office of financial management shall require the allotment of
31 all expenses paid from the account and shall report to the ways and
32 means committees of the senate and house of representatives any changes
33 in the allotments.

34 (3) Moneys from the shared game lottery authorized under RCW
35 67.70.044 shall be distributed in accordance with RCW 67.70.340.

36 (4) Moneys deposited in the problem gambling account shall be
37 distributed in accordance with RCW 43.20A.892.

1 (5) Moneys from unclaimed prizes, which are deposited in the
2 economic development strategic reserve account created under RCW
3 43.330.250, shall be distributed as provided in RCW 43.330.250.

4 NEW SECTION. Sec. 3. The following acts or parts of acts are each
5 repealed:

6 (1) RCW 67.70.042 (Scratch games--Baseball stadium construction)
7 and 1997 c 220 s 207 & 1995 3rd sp.s. c 1 s 104; and

8 (2) RCW 67.70.043 (New games--Stadium and exhibition center bonds,
9 operation, and development--Youth athletic facilities) and 1997 c 220
10 s 205.

11 NEW SECTION. Sec. 4. Sections 2 and 3 of this act take effect on
12 the earlier of: (1) The date distributions are no longer made under
13 RCW 67.70.240(2) (d) and (e); or (2) January 1, 2021.

14 NEW SECTION. Sec. 5. Section 1 of this act expires on the earlier
15 of: (1) The date distributions are no longer made under RCW
16 67.70.240(2) (d) and (e); or (2) January 1, 2021.

17 NEW SECTION. Sec. 6. The state lottery commission must provide
18 notice of the effective date of sections 2 and 3 of this act to the
19 legislature, the office of the code reviser, and others as deemed
20 appropriate by the commission.

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