By: Turner of Tarrant

H.B. No. 1299

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the fund for veterans' assistance and the creation of a
3	lottery game to benefit the fund.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter B, Chapter 466, Government Code, is
6	amended by adding Section 466.027 to read as follows:
7	Sec. 466.027. VETERANS' ASSISTANCE GAME. (a) The
8	commission shall operate an instant-ticket lottery game to benefit
9	the fund for veterans' assistance established by Section 434.017,
10	as amended by Chapter 1418 (H.B. 3107), Acts of the 80th
11	Legislature, Regular Session, 2007.
12	(b) The commission shall:
13	(1) determine the ticket price, payout amounts, and
14	manner in which the game is conducted;
15	(2) make tickets to the game available for sale
16	continuously to the extent practicable; and
17	(3) change the design or theme of the game regularly to
18	ensure that the game remains competitive with other instant-ticket
19	lottery games offered by the commission.
20	(c) The commission shall market and advertise the lottery
21	game operated under this section in a manner intended to inform the
22	public that the game tickets are available for purchase and that the
23	game proceeds are used to fund veterans programs in this state. The
24	game tickets must clearly state that the game proceeds are used to

H.B. No. 1299 1 benefit the veterans in this state. The Texas Veterans Commission 2 may make recommendations to the Texas Lottery Commission relating 3 to the marketing and advertising of the game. 4 (d) The commission shall encourage each sales agent that 5 sells tickets to instant-ticket games or similar types of lottery games to sell tickets to the game operated under this section. 6 7 SECTION 2. Subchapter B, Chapter 466, Government Code, is 8 amended by adding Section 466.027 to read as follows: 9 Sec. 466.027. VETERANS' ASSISTANCE GAME. (a) The commission shall operate an instant-ticket lottery game to benefit 10 11 the fund for veterans' assistance established by Section 434.017. (b) The commission shall: 12 (1) determine the ticket price, payout amounts, and 13 14 manner in which the game is conducted; 15 (2) make tickets to the game available for sale continuously to the extent practicable; and 16 17 (3) change the design or theme of the game regularly to ensure that the game remains competitive with other instant-ticket 18 19 lottery games offered by the commission. (c) The commission shall market and advertise the lottery 20 game operated under this section in a manner intended to inform the 21 22 public that the game tickets are available for purchase and that the 23 game proceeds are used to fund veterans programs in this state. The 24 game tickets must clearly state that the game proceeds are used to benefit the veterans in this state. The Texas Veterans Commission 25 26 may make recommendations to the Texas Lottery Commission relating to the marketing and advertising of the game. 27

1 (d) The commission shall encourage each sales agent that 2 sells tickets to instant-ticket games or similar types of lottery 3 games to sell tickets to the game operated under this section.

4 SECTION 3. Section 466.355(b), Government Code, is amended 5 to read as follows:

6 (b) Money in the state lottery account may be used only for 7 the following purposes and shall be distributed as follows:

8 (1) the payment of prizes to the holders of winning9 tickets;

10 (2) the payment of costs incurred in the operation and 11 administration of the lottery, including any fees received by a 12 lottery operator, provided that the costs incurred in a fiscal 13 biennium may not exceed an amount equal to 12 percent of the gross 14 revenue accruing from the sale of tickets in that biennium;

15 (3) the establishment of a pooled bond fund, lottery 16 prize reserve fund, unclaimed prize fund, and prize payment 17 account; and

18 (4) the balance, after creation of a reserve
19 sufficient to pay the amounts needed or estimated to be needed under
20 Subdivisions (1) through (3), to be transferred <u>on or before the</u>
21 <u>15th day of each month as follows:</u>

(A) the portion of the balance attributable to the lottery game operated under Section 466.027 to the fund for veterans' assistance established by Section 434.017, as amended by Chapter 1418 (H.B. 3107), Acts of the 80th Legislature, Regular Session, 2007; and (B) the remainder to the foundation school fund[-

1 on or before the 15th day of each month].

2 SECTION 4. Section 466.355(b), Government Code, is amended 3 to read as follows:

4 (b) Money in the state lottery account may be used only for5 the following purposes and shall be distributed as follows:

6 (1) the payment of prizes to the holders of winning7 tickets;

8 (2) the payment of costs incurred in the operation and 9 administration of the lottery, including any fees received by a 10 lottery operator, provided that the costs incurred in a fiscal 11 biennium may not exceed an amount equal to 12 percent of the gross 12 revenue accruing from the sale of tickets in that biennium;

13 (3) the establishment of a pooled bond fund, lottery 14 prize reserve fund, unclaimed prize fund, and prize payment 15 account; and

16 (4) the balance, after creation of a reserve 17 sufficient to pay the amounts needed or estimated to be needed under 18 Subdivisions (1) through (3), to be transferred <u>on or before the</u> 19 <u>15th day of each month as follows:</u>

20 (A) the portion of the balance attributable to 21 the lottery game operated under Section 466.027 to the fund for 22 veterans' assistance established by Section 434.017; and

23 (B) the remainder to the foundation school fund [τ

24 on or before the 15th day of each month].

25 SECTION 5. Sections 434.017(a) and (e), Government Code, as 26 amended by Chapter 1418 (H.B. 3107), Acts of the 80th Legislature, 27 Regular Session, 2007, are amended to read as follows:

1 (a) The fund for veterans' assistance is a special fund in 2 the state treasury outside the general revenue fund. The fund is 3 composed of:

4 (1) money transferred to the fund at the direction of5 the legislature;

(2) gifts and grants contributed to the fund; [and]

(3) the earnings of the fund; and

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8 (4) money transferred to the fund from proceeds of the
9 lottery game operated under Section 466.027.

(e) The <u>commission</u> [comptroller] may solicit, [and] accept, or refuse a gift or grant of money, services, or property for any purpose related to the fund for veterans' assistance [gifts and grants to the fund]. A gift or grant to the fund may be appropriated in the same manner as other money in the fund, subject to any limitation or requirement placed on the gift or grant by the donor or granting entity.

SECTION 6. (a) Sections 1 and 3 of this Act take effect only if the Act of the 81st Legislature, Regular Session, 2009, relating to nonsubstantive additions to and corrections in existing codes does not become law.

(b) Sections 2 and 4 of this Act take effect only if the Act of the 81st Legislature, Regular Session, 2009, relating to nonsubstantive additions to and corrections in existing codes becomes law.

25 SECTION 7. (a) Section 466.355, Government Code, as 26 amended by this Act, applies only to a transfer from the state 27 lottery account made on or after the effective date of this Act.

1 (b) The Texas Lottery Commission shall establish and begin selling tickets to the lottery game as required by Section 466.027, 2 Government Code, as added by this Act, not later than March 2, 2010. 3 4 SECTION 8. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as 5 provided by Section 39, Article III, Texas Constitution. If this 6 Act does not receive the vote necessary for immediate effect, this 7 Act takes effect September 1, 2009. 8