

- 1 HB184
- 2 D4WUTTT-1
- 3 By Representatives Rogers, Moore (M) (Constitutional
- 4 Amendment)
- 5 RFD: Economic Development and Tourism
- 6 First Read: 15-Feb-24



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SYNOPSIS:

5 Under existing law, lotteries and gift 6 enterprises are prohibited.

This bill would propose an amendment to the Constitution of Alabama of 2022, to establish an Alabama Lottery to fund education and general fund programs; to create an Alabama Lottery Corporation; to provide that lottery proceeds will not supplant or replace existing education revenues; to establish the Lottery Trust Fund; to permit the Legislature to pass general laws to implement the amendment; and to terminate the lottery and the Alabama Lottery Corporation after 10 years.

19 A BILL

21 AN ACT

Proposing an amendment to Section 65 of the Constitution of Alabama of 2022, to establish an Alabama Lottery; to establish an Alabama Lottery Corporation; to establish the Lottery Trust Fund; to provide for its allocation for education and general fund programs; to authorize the Legislature to implement the amendment through

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| 29 | enabling legislation; and to terminate the lottery and the |
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| 30 | Alabama Lottery Corporation after ten years. |
| 31 | BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: |
| 32 | Section 1. The following amendment to the Constitution |
| 33 | of Alabama of 2022, is proposed: |
| 34 | PROPOSED AMENDMENT |
| 35 | " SSec. Section 65. |
| 36 | Part I. |
| 37 | The legislature Except as provided in Part II of this |
| 38 | section, the Legislature shall have no power to authorize |
| 39 | lotteries or gift enterprises for any purposes, and shall pass |
| 40 | laws to prohibit the sale in this state of lottery or gift |
| 41 | enterprise tickets, or tickets in any scheme in the nature of |
| 42 | a lottery; and all acts, or parts of acts heretofore passed by |
| 43 | the legislature Legislature of this state, authorizing a |
| 44 | lottery or lotteries, and all acts amendatory thereof, or |
| 45 | supplemental thereto, are hereby avoided. |
| 46 | Part II. |
| 47 | (a) The Legislature shall provide for the establishment |
| 48 | and regulation of an Alabama Lottery. |
| 49 | (b) Funds deposited into the Education Trust Fund |
| 50 | pursuant to subsection (e) may not be used in any manner to |
| 51 | replace or supplant existing or any other funds dedicated or |
| 52 | intended for education. |
| 53 | (c) The net proceeds from the Alabama Lottery shall be |
| 54 | deposited and held in a special, separate account in the State |
| 55 | Treasury to be known as the Lottery Trust Fund until such time |
| 56 | as the fund is allocated pursuant to this section. |



| 57 | (d) The administration of the Alabama Lottery shall be |
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| 58 | vested in a corporation, to be known as the Alabama Lottery |
| 59 | Corporation, which is hereby created. The duties, powers, |
| 60 | authority, and composition of the Alabama Lottery Corporation |
| 61 | shall be provided by general law. |
| 62 | (e) Monies in the Lottery Trust Fund shall be allocated |
| 63 | as follows: Forty percent shall be deposited into the State |
| 64 | General Fund, 40 percent shall be deposited into the Education |
| 65 | Trust Fund, and 20 percent is appropriated to the Alabama |
| 66 | Department of Corrections. |
| 67 | (f) The Alabama Lottery Corporation may enter into |
| 68 | reciprocal agreements with other jurisdictions for the |
| 69 | operation and promotion of a lottery or lotteries. |
| 70 | (g) All interest earnings on monies in the Lottery |
| 71 | Trust Fund shall be held in the fund and allocated only for |
| 72 | those items enumerated in subsection (e). |
| 73 | (h) The Legislature may enforce and implement this |
| 74 | section by appropriate general law. The Legislature may |
| 75 | establish definitions to effectuate the implementation of this |
| 76 | amendment. |
| 77 | (i) Nothing in this section affects any activity which |
| 78 | was legal at the time the amendment to this section becomes |
| 79 | effective. |
| 80 | (j) The lottery and the Alabama Lottery Corporation |
| 81 | created and functioning pursuant to this amendment and any |
| 82 | enabling legislation authorized by this amendment shall |
| 83 | terminate on December 31 of the tenth year following the date |
| 84 | of ratification of this amendment. If this amendment is |



ratified, the Alabama Lottery Commission shall begin winding

down lottery operations on January 1 of the tenth year

following the date of the ratification of this amendment."

Upon ratification of this constitutional amendment, the Code Commissioner shall number and place this amendment as appropriate in the constitution omitting this instructional paragraph and may make the following nonsubstantive revisions: change capitalization, hierarchy, spelling, and punctuation for purposes of style and uniformity; correct manifest grammatical, clerical, and typographical errors; revise internal or external citations and cross-references; and translate effective dates.

END OF PROPOSED AMENDMENT

Section 2. An election upon the proposed amendment shall be held in accordance with Sections 284 and 285 of the Constitution of Alabama of 2022, and the election laws of this state. The appropriate election official shall assign a ballot number for the proposed constitutional amendment on the election ballot and shall set forth the following description of the substance or subject matter of the proposed constitutional amendment:

"Proposing an amendment to the Constitution of Alabama of 2022, to establish an Alabama Lottery; to create an Alabama Lottery Corporation to regulate and administer the lottery; to allocate the proceeds to the State General Fund, the Education Trust Fund, and the Department of Corrections; to allow the Legislature to implement the Alabama Lottery through appropriate general law; and to terminate the lottery and the



| 113 | Alabama Lottery Corporation after ten years. |
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| 114 | Proposed by Act" |
| 115 | This description shall be followed by the following |
| 116 | language: |
| 117 | "Yes () No()." |
| 118 | Section 3. The proposed amendment shall become valid as |
| 119 | a part of the Constitution of Alabama of 2022, when approved |
| 120 | by a majority of the qualified electors voting thereon. |