1	ENROLLED
2	H. B. 101
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4	(By Mr. Speaker, (Mr. Miley) and Delegate Armstead)
5	[By Request of the Executive]
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7	[Dagged March 14 2014: in offect from pagage ]
	[Passed March 14, 2014; in effect from passage.]
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10 Ai	N ACT to amend and reenact §29-22-18d of the Code of West
11	Virginia, 1931, as amended; to amend said code by adding
12	thereto three new sections, designated \$29-22A-10d,
13	\$29-22A-10e and \$29-22A-10f; to amend said code by adding
14	thereto a new section, designated \$29-22C-27a; and to amend
15	said code by adding thereto a new section, designated
16	\$29-25-22b, all relating to the transfer of certain revenues
17	derived from lottery activities generally; reducing the
18	distributions to the West Virginia Infrastructure Fund to \$20
19	million for fiscal year 2015 and increasing the percentage of
20	funds available for grants therefrom; reducing the amount that
21	may be transferred to the Racetrack Modernization Fund to \$9
22	million; transferring certain revenues derived from racetrack
23	video lottery, lottery racetrack table games and lottery

historic resort hotel gaming activities to the State Excess

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- 1 Lottery Revenue Fund for appropriation; reducing statutory
- 2 distributions to capital reinvestment, purse funds and
- 3 development funds by ten percent; and authorizing
- distributions to be paid on a pro rata basis.
- 5 Be it enacted by the Legislature of West Virginia:
- 6 That \$29-22-18d of the Code of West Virginia, 1931, as
- 7 amended, be amended and reenacted; that said code be amended by
- 8 adding thereto three new sections, designated \$29-22A-10d,
- 9 \$29-22A-10e and \$29-22A-10f; that said code be amended by adding
- 10 thereto a new section, designated §29-22C-27a; and that said code
- 11 be amended by adding thereto a new section, designated §29-25-22b,
- 12 all to read as follows:
- 13 ARTICLE 22. STATE LOTTERY ACT.
- 14 §29-22-18d. Increase in allocation to West Virginia
- 15 Infrastructure Fund from State Excess Lottery
- 16 Revenue Fund.
- 17 Notwithstanding any provision of subsection (d), section
- 18 eighteen-a of this article to the contrary, the deposit of \$40
- 19 million into the West Virginia Infrastructure Fund set forth above
- 20 is for the fiscal year beginning July 1, 2010, only. For the
- 21 fiscal year beginning July 1, 2011, and each fiscal year
- 22 thereafter, in lieu of the deposits required under subdivision (5),
- 23 subsection (d), section eighteen-a of this article, the commission

1 shall, first, deposit \$6 million into the West Virginia 2 Infrastructure Lottery Revenue Debt Service Fund created in 3 subsection (h), section nine, article fifteen-a, chapter thirty-one 4 of this code, to be spent in accordance with the provisions of that 5 subsection, and, second deposit \$40 million into the West Virginia 6 Infrastructure Fund created in subsection (a), section nine, 7 article fifteen-a, chapter thirty-one of this code, to be spent in 8 accordance with the provisions of that article: Provided, That for 9 the fiscal year beginning July 1, 2014, the deposit to the West 10 Virginia Infrastructure Fund shall be \$20 million: Provided 11 however, That notwithstanding the provisions of subsection (a), 12 section ten, article fifteen-a, chapter thirty-one of this code, 13 for the fiscal year beginning July 1, 2014, any moneys disbursed 14 from the West Virginia Infrastructure Fund in the form of grants 15 shall not exceed fifty percent of the total funds available for the 16 funding of projects.

- 17 ARTICLE 22A. RACETRACK VIDEO LOTTERY ACT.
- 18 §29-22A-10d. Changes in distribution of net terminal income;

  19 distributions from excess lottery fund.
- 20 (a) Notwithstanding any provision of subsection (b), section 21 ten of this article to the contrary, for the fiscal year beginning 22 July 1, 2014, and each fiscal year thereafter, the commission may 23 transfer up to \$9 million as actual costs and expenses to the

- 1 Licensed Racetrack Modernization Fund.
- 2 (b) Notwithstanding any provision of subsection (c), section
- 3 ten of this article to the contrary, for the fiscal year beginning
- 4 July 1, 2014, and each fiscal year thereafter, each distribution,
- 5 except those distributions to be made pursuant to subdivisions (1),
- 6 (2), (3), (4), (5) and (7), subsection (c), section ten of this
- 7 article, shall be reduced by one hundred percent. Payments shall
- 8 not be made pursuant to section ten of this article, other than
- 9 those excepted by this subsection, and are made in lieu thereof in
- 10 an amount to be determined by appropriation from the State Excess
- 11 Lottery Revenue Fund.
- 12 (c) The total amount of reductions resulting from subsection
- 13 (b) of this section shall be paid into the State Excess Lottery
- 14 Revenue Fund, created by section eighteen-a, article twenty-two of
- 15 this chapter. For the fiscal year beginning July 1, 2014, and each
- 16 fiscal year thereafter, distributions to be made pursuant to
- 17 subdivisions (2) and (5), subsection (c), section ten of this
- 18 article shall be reduced by ten percent, and the amounts resulting
- 19 from the reduction shall be paid into the State Excess Lottery
- 20 Revenue Fund.
- 21 (d) Notwithstanding any other provision of this code to the
- 22 contrary, for the fiscal year beginning July 1, 2014, and each
- 23 fiscal year thereafter, moneys deposited to the State Excess
- 24 Lottery Revenue Fund pursuant to this section shall be expended by

- 1 the Lottery in accordance with appropriations.
- 2 (e) Prior to payment of any appropriation made pursuant to
- 3 this section, debt service payments payable from the State Excess
- 4 Lottery Fund shall first be paid in accordance with the provisions
- 5 of sections eighteen-a, eighteen-d and eighteen-e, article
- 6 twenty-two of this chapter and in the priority as defined by
- 7 subsection (c), section eighteen-f, article twenty-two of this
- 8 chapter.
- 9 (f) Notwithstanding any other provision of this code to the
- 10 contrary, after payment of debt service from the State Excess
- 11 Lottery Revenue Fund, all other distributions required by section
- 12 eighteen-a, article twenty-two of this chapter and the
- 13 distributions appropriated pursuant to this section shall be paid
- 14 on a pro rata basis.
- 15 (g) Notwithstanding the provisions of paragraph (B),
- 16 subdivision (9), subsection (c), section ten of this article, upon
- 17 certification of the Governor to the Legislature that an
- 18 independent actuary has determined that the unfunded liability of
- 19 the Old Fund, as defined in chapter twenty-three of this code, has
- 20 been paid or provided for in its entirety, the transfers made to
- 21 the Workers' Compensation Debt Reduction Fund pursuant to paragraph
- 22 (A), subdivision (9), subsection (c), section ten of this article
- 23 shall expire and those funds shall remain in the State Excess
- 24 Lottery Revenue Fund subject to appropriation.

## 1 §29-22A-10e. Changes in distribution of excess net terminal

- income; distributions from excess lottery fund.
- 3 (a) Notwithstanding any provision of subsection (a), section
- 4 ten-b of this article to the contrary, for the fiscal year
- 5 beginning July 1, 2014, and each fiscal year thereafter, each
- 6 distribution, except those distributions to be made pursuant to
- 7 subdivisions (1), (2), (3), (4), (5) and (7), subsection (a),
- 8 section ten-b of this article, shall be reduced by one hundred
- 9 percent. Payments shall not be made pursuant to section ten-b of
- 10 this article, other than those excepted by this subsection, and are
- 11 made in lieu thereof in an amount to be determined by appropriation
- 12 from the State Excess Lottery Revenue Fund.
- 13 (b) The total amount of reductions resulting from subsection
- 14 (a) of this section shall be paid into the State Excess Lottery
- 15 Revenue Fund created in section eighteen-a, article twenty-two of
- 16 this chapter. For the fiscal year beginning July 1, 2014, and each
- 17 fiscal year thereafter, distributions to be made pursuant to
- 18 subdivisions (2) and (5), subsection (a), section ten-b of this
- 19 article shall be reduced by ten percent, and the amounts resulting
- 20 from the reduction shall be paid into the State Excess Lottery
- 21 Revenue Fund.
- 22 (c) Notwithstanding any other provision of this code to the
- 23 contrary, for the fiscal year beginning July 1, 2014, and each
- 24 fiscal year thereafter, moneys deposited to the State Excess

- 1 Lottery Revenue Fund pursuant to this section shall be expended by 2 the Lottery in accordance with appropriations.
- (d) Prior to payment of any appropriation made pursuant to this section, debt service payments payable from the State Excess Lottery Fund shall first be paid in accordance with the provisions of sections eighteen-a, eighteen-d, and eighteen-e, article twenty-two of this chapter and in the priority as defined by subsection (c), section eighteen-f, article twenty-two of this chapter.
- 10 (e) Notwithstanding any other provision of this code to the 11 contrary, after payment of debt service from the State Excess 12 Lottery Revenue Fund, all other distributions required by section 13 eighteen-a, article twenty-two of this chapter and the 14 distributions appropriated pursuant to this section shall be paid 15 on a pro rata basis.
- (f) Notwithstanding the provisions of paragraph (B), subdivision (9), subsection (a), section ten-b of this article, upon certification of the Governor to the Legislature that an independent actuary has determined that the unfunded liability of the Old Fund, as defined in chapter twenty-three of this code, has been paid or provided for in its entirety, the transfers made to the Workers' Compensation Debt Reduction Fund pursuant to paragraph (A), subdivision (9), subsection (a), section ten-b of this article shall expire and those funds shall remain in the State Excess

- 1 Lottery Revenue Fund subject to appropriation.
- 2 §29-22A-10f. Changes in distribution of surcharge.
- 3 (a) Notwithstanding any provision of subsection (b), section 4 ten-c of this article to the contrary, for the fiscal year 5 beginning July 1, 2014, and each fiscal year thereafter, each 6 distribution made pursuant to section ten-c of this article shall 7 be reduced by ten percent.
- 8 (b) The total amount of reductions resulting from subsection 9 (a) of this section shall be paid into the State Excess Lottery 10 Revenue Fund created in section eighteen-a, article twenty-two of 11 this chapter.
- 12 ARTICLE 22C. WEST VIRGINIA LOTTERY RACETRACK TABLE GAMES ACT.
- 13 §29-22C-27a. Changes in distribution of adjusted gross receipts;

  14 distributions from excess lottery fund.
- 15 (a) Notwithstanding any provision of section twenty-seven of 16 this article to the contrary, for the fiscal year beginning July 1, 17 2014, and each fiscal year thereafter, the distribution directed 18 pursuant to subdivision (1), subsection (d) of that section shall 19 be reduced by one hundred percent.
- (b) The total amount of reductions resulting from subsection 21 (a) of this section shall be paid into the State Excess Lottery 22 Revenue Fund created in section eighteen-a, article twenty-two of 23 this chapter. For the fiscal year beginning July 1, 2014, and each 24 fiscal year thereafter, distributions to be made pursuant to

- 1 subdivisions (2) and (3), subsection (c), section twenty-seven of
- 2 this article shall be reduced by ten percent, and the amounts
- 3 resulting from the reduction shall be paid into the State Excess
- 4 Lottery Revenue Fund.
- 5 (c) Notwithstanding any other provision of this code to the
- 6 contrary, for the fiscal year beginning July 1, 2014, and each
- 7 fiscal year thereafter, moneys deposited to the State Excess
- 8 Lottery Revenue Fund pursuant to this section shall be expended by
- 9 the Lottery in accordance with appropriations.
- 10 (d) Prior to payment of any appropriation made pursuant to
- 11 this section, debt service payments payable from the State Excess
- 12 Lottery Fund shall first be paid in accordance with the provisions
- 13 of sections eighteen-a, eighteen-d and eighteen-e, article
- 14 twenty-two of this chapter and in the priority as defined by
- 15 subsection (c), section eighteen-f, article twenty-two of this
- 16 chapter.
- 17 (e) Notwithstanding any other provision of this code to the
- 18 contrary, after payment of debt service from the State Excess
- 19 Lottery Revenue Fund, all other distributions required by section
- 20 eighteen-a, article twenty-two of this chapter and the
- 21 distributions appropriated pursuant to this section shall be paid
- 22 on a pro rata basis.
- 23 ARTICLE 25. AUTHORIZED GAMING FACILITY.
- 24 §29-25-22b. Changes in distribution of adjusted gross receipts

## and additional income; distributions from excess

- 2 lottery fund.
- (a) Notwithstanding any provision of section twenty-two of 3 4 this article to the contrary, for the fiscal year beginning July 1, 5 2014, and each fiscal year thereafter, after payment of the 6 commission's expenses pursuant to subsection (b), 7 twenty-two of this article, each distribution made in subsection 8 (c), section twenty-two of this article from gross terminal income, 9 and each distribution of the balance of the Historic Resort Hotel 10 Fund made in subsection (d), section twenty-two of this article, 11 except subdivisions (4), (5) (6), (7) and (8) of that subsection, 12 shall be reduced by one hundred percent. Payments shall not be 13 made pursuant to section twenty-two of this article, other than 14 those excepted by this subsection, and are made in lieu thereof in 15 an amount to be determined by appropriation from the State Excess 16 Lottery Revenue Fund.
- 17 (b) The total amount of reductions resulting from subsection
  18 (a) of this section shall be paid into the State Excess Lottery
  19 Revenue Fund created in section eighteen-a, article twenty-two of
  20 this chapter.
- 21 (c) Notwithstanding any other provision of this code to the 22 contrary, for the fiscal year beginning July 1, 2014, and each 23 fiscal year thereafter, moneys deposited to the State Excess 24 Lottery Revenue Fund pursuant to this section shall be expended by

- 1 the Lottery in accordance with appropriations.
- 2 (d) Prior to payment of any appropriation made pursuant to
- 3 this section, debt service payments payable from the State Excess
- 4 Lottery Fund shall first be paid in accordance with the provisions
- 5 of section eighteen-a, eighteen-d and eighteen-e, article
- 6 twenty-two of this chapter and in the priority as defined by
- 7 subsection (c), section eighteen-f, article twenty-two of this
- 8 chapter.
- 9 (e) Notwithstanding any other provision of this code to the
- 10 contrary, after payment of debt service from the State Excess
- 11 Lottery Revenue Fund, all other distributions required by section
- 12 eighteen-a, article twenty-two of this chapter and the
- 13 distributions appropriated pursuant to this section shall be paid
- 14 on a pro rata basis.