

State of South Dakota

SEVENTY-SEVENTH SESSION
LEGISLATIVE ASSEMBLY, 2002

285H0021

HOUSE BILL NO. 1287

Introduced by: Representatives Wick, Begalka, Duenwald, Klaudt, Koistinen, Lange, McCoy, Rhoden, and Van Gerpen and Senators Koskan and Kleven

1 FOR AN ACT ENTITLED, An Act to increase funding for education, to reduce state
2 government reliance on lottery proceeds, and to revise the distribution of lottery proceeds.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That § 42-7A-63 be amended to read as follows:

5 42-7A-63. The commission shall maximize revenues to the state from video lottery. The
6 state's percentage of net machine income shall be fifty percent. The state's percentage of net
7 machine income shall be directly deposited to the property tax reduction fund and trust fund
8 created by S.D. Const., Art XIII, § 20, except for one-half of one percent of net machine income
9 authorized for deposit into the video lottery operating fund. ~~The effective date of this section is~~
10 ~~July 1, 1996.~~

11 The revenue collected pursuant to this section shall be distributed in the following manner:

12 (1) During fiscal year 2003, eighty-nine and one-half percent shall be deposited in the
13 property tax reduction fund. During fiscal year 2004, seventy-nine and one-half
14 percent shall be deposited in the property tax reduction fund. During fiscal year 2005,
15 sixty-nine and one-half percent shall be deposited in the property tax reduction fund.



1 During fiscal year 2006, fifty-nine and one-half percent shall be deposited in the
2 property tax reduction fund. During fiscal year 2007, forty-nine and one-half percent
3 shall be deposited in the property tax reduction fund. During fiscal year 2008, thirty-
4 nine and one-half percent shall be deposited in the property tax reduction fund. During
5 fiscal year 2009, twenty-nine and one-half percent shall be deposited in the property
6 tax reduction fund. During fiscal year 2010, nineteen and one-half percent shall be
7 deposited in the property tax reduction fund. During fiscal year 2011, nine and one-
8 half percent shall be deposited in the property tax reduction fund. Beginning in fiscal
9 year 2012 and each year thereafter no lottery proceeds shall be deposited in the
10 property tax reduction fund; and

11 (2) During fiscal year 2003, ten percent shall be deposited in the trust fund created by
12 S.D. Const., Art XIII, § 20. During fiscal year 2004, twenty percent shall be
13 deposited in the trust fund created by S.D. Const., Art XIII, § 20. During fiscal year
14 2003, ten percent shall be deposited in the trust fund created by S.D. Const., Art XIII,
15 § 20. During fiscal year 2005, thirty percent shall be deposited in the trust fund
16 created by S.D. Const., Art XIII, § 20. During fiscal year 2006, forty percent shall be
17 deposited in the trust fund created by S.D. Const., Art XIII, § 20. During fiscal year
18 2007, fifty percent shall be deposited in the trust fund created by S.D. Const., Art
19 XIII, § 20. During fiscal year 2008, sixty percent shall be deposited in the trust fund
20 created by S.D. Const., Art XIII, § 20. During fiscal year 2009, seventy percent shall
21 be deposited in the trust fund created by S.D. Const., Art XIII, § 20. During fiscal
22 year 2010, eighty percent shall be deposited in the trust fund created by S.D. Const.,
23 Art XIII, § 20. During fiscal year 2011, ninety percent shall be deposited in the trust
24 fund created by S.D. Const., Art XIII, § 20. Beginning in fiscal year 2012, and each

1 year thereafter, ninety-nine and one half percent shall be deposited in the trust fund
2 created by S.D. Const., Art XIII, § 20.