

1 State of Arkansas  
2 88th General Assembly  
3 Regular Session, 2011  
4

# A Bill

HOUSE BILL 2179

5 By: Representative J. Roebuck  
6 By: Senator J. Key  
7

## For An Act To Be Entitled

9 AN ACT TO REQUIRE AN ARKANSAS LOTTERY COMMISSION  
10 COMPREHENSIVE ANNUAL FINANCIAL REPORT; TO AMEND THE  
11 ARKANSAS LOTTERY COMMISSION BUDGET REVIEW PROCESS;  
12 AND FOR OTHER PURPOSES.  
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## Subtitle

15 TO REQUIRE AN ARKANSAS LOTTERY COMMISSION  
16 COMPREHENSIVE ANNUAL FINANCIAL REPORT AND  
17 AMEND THE COMMISSION'S BUDGET REVIEW  
18 PROCESS.  
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22 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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24 SECTION 1. Arkansas Code § 23-115-206(a)(8), concerning the annual  
25 report of the Arkansas Lottery Commission, is amended to read as follows:

26 (8)(A) Submit monthly ~~and annual~~ reports to the Governor and the  
27 Arkansas Lottery Commission Legislative Oversight Committee disclosing the  
28 following budgeted and actual information for the reporting period and  
29 cumulatively for the fiscal year:

30 (i) ~~total~~ Total lottery revenues;  
31 (ii) ~~prize~~ Prize disbursements;  
32 (iii) ~~operating~~ Operating expenses;  
33 (iv) ~~net~~ Net assets; and  
34 (v) ~~administrative~~ Administrative expenses ~~of the~~  
35 ~~commission during the reporting period.~~

36 (B)(i) ~~The initial annual report shall describe the~~



1 ~~organizational structure of the commission and summarize the functions~~  
2 ~~performed by each organizational division within the commission. The~~  
3 commission shall submit a comprehensive annual financial report to the  
4 Governor and to the Arkansas Lottery Commission Legislative Oversight  
5 Committee by placing the report on the commission's website and providing  
6 notice of its availability to the Governor and to the Arkansas Lottery  
7 Commission Legislative Oversight Committee.

8 ~~(ii) Future annual reports describe any revisions to~~  
9 ~~the organizational structure since the filing of the previous annual report;~~

10 (C)(i) The comprehensive annual financial report shall  
11 comply with Government Accounting Standards Board Standard 34 and follow the  
12 guidelines of the Certificate of Achievement for Excellence in Financial  
13 Reporting Program of the Government Finance Officers Association.

14 (ii) The Arkansas Lottery Commission Legislative  
15 Oversight Committee shall identify the statistical data required for  
16 compliance with this subdivision (a)(8)(C).

17 (D) The comprehensive annual financial report shall  
18 include without limitation:

19 (i) Information concerning the commissioners of the  
20 Arkansas Lottery Commission;

21 (ii) A current organizational chart;

22 (iii) Information on each type of lottery game  
23 offered by the Arkansas Scholarship Lottery, game promotions, or other  
24 activities related to games during the fiscal year;

25 (iv) The annual financial audit report made to the  
26 Legislative Joint Auditing Committee;

27 (v) A statement of revenue, expenses, and changes in  
28 net assets for each fiscal year since inception of the Arkansas Scholarship  
29 Lottery;

30 (vi) Separate reports from each component or  
31 department of the commission or Arkansas Scholarship Lottery, including  
32 without limitation sales, marketing, retailers, gaming operations, players,  
33 and security;

34 (vii) A fiscal year-end report on any information  
35 required to be reported by the commission on a monthly basis, including  
36 without limitation:

- 1                                    (a) Unclaimed lottery prize money under § 23-
- 2 115-403;
- 3                                    (b) The Scholarship Shortfall Reserve Trust
- 4 Account under § 23-115-802; and
- 5                                    (c) Minority-owned businesses and female-owned
- 6 business participation under § 23-115-401;
- 7                                    (viii) Information concerning the Arkansas
- 8 Scholarship Lottery's industry standings or rankings;
- 9                                    (ix) Information concerning the scholarships awarded
- 10 from net lottery proceeds, including without limitation:
- 11                                    (a) Demographic reports from the Department of
- 12 Higher Education for each full semester during the fiscal year on
- 13 accessibility to scholarships, award amounts for each approved institution of
- 14 higher education; and
- 15                                    (b) The department's report to the Arkansas
- 16 Lottery Commission Legislative Oversight Committee required under § 6-85-
- 17 219(b);
- 18                                    (x) A report from the Lottery Retailer Advisory
- 19 Board, if a report was received during the fiscal year;
- 20                                    (xi) Where to find information on gambling disorder
- 21 treatment and education programs;
- 22                                    (xii) Where to find website information on rules,
- 23 gaming, and frequently asked questions; and
- 24                                    (xiii) Contact information for the Arkansas
- 25 Scholarship Lottery and key employees of the commission;

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27        SECTION 2. Arkansas Code § 23-115-206(a)(10), concerning the annual

28 operating budget of the Arkansas Lottery Commission, is amended to read as

29 follows:

30                    (10)(A) Submit to the Cochairs of the Arkansas Lottery

31 Commission Legislative Oversight Committee by April 30 of each year ~~a copy of~~

32 the estimated annual operating budget for the commission for the next fiscal

33 year.

34                    (B) ~~The proposed~~ At a minimum, the estimated annual

35 operating budget submitted for the Arkansas Lottery Commission Legislative

36 Oversight Committee's review shall be accompanied by:

1 (i) ~~An~~ Contain an estimate of the net proceeds to be  
 2 available for scholarships and grants during the succeeding fiscal year; ~~and~~

3 (ii) Compare the:

4 (a) Actual revenues and expenditures for the  
 5 last completed fiscal year;

6 (b) Budgeted revenues and expenditures for the  
 7 current fiscal year; and

8 (c) Estimated revenues and expenditures for  
 9 the next fiscal year;

10 (iii) Contain an explanation of increases or  
 11 decreases in revenues and expenditures shown in the estimated annual  
 12 operating budget for the next fiscal year compared to the budgeted revenues  
 13 and expenditures for the current fiscal year;

14 (iv) Classify all revenues and expenditures by  
 15 specific purpose instead of “miscellaneous” or “other”;

16 (v) Contain a schedule of the total amounts of  
 17 regular salaries, extra help compensation, overtime compensation, and  
 18 personal services matching as defined in § 19-4-521; and

19 ~~The following information for each employment~~  
 20 ~~classification~~ For each position title authorized under §§ 23-115-305 – 23-  
 21 115-307, contain a schedule of the annual salary, special allowance, or grade  
 22 and include:

23 (a) The total number of persons currently  
 24 employed;

25 (b) The number of ~~white~~ Caucasian male  
 26 employees;

27 (c) The number of ~~white~~ Caucasian female  
 28 employees;

29 (d) The total number of Caucasian employees;

30 (e) The number of ~~black~~ African-American male  
 31 employees;

32 (f) The number of ~~black~~ African-American  
 33 female employees;

34 (g) The number of other employees who are  
 35 members of racial minorities; and

36 (h) The total number of minorities currently

1 employed; and

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**APPROVED: 04/01/2011**

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