

1 State of Arkansas  
2 89th General Assembly  
3 Regular Session, 2013  
4

*As Engrossed: S1/30/13 S2/7/13*

# A Bill

SENATE BILL 119

5 By: Senator R. Thompson  
6 By: Representative Broadway  
7

## For An Act To Be Entitled

9 AN ACT TO ESTABLISH A PRIZE-LINKED SAVINGS ACCOUNT  
10 PROGRAM OPERATED BY THE ARKANSAS LOTTERY COMMISSION;  
11 *AND FOR OTHER PURPOSES.*  
12  
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### Subtitle

15 ARKANSAS PRIZE-LINKED SAVINGS ACCOUNT ACT  
16 OF 2013.  
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19 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  
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21 SECTION 1. Arkansas Code § 23-115-103(12)(A) and (B), concerning the  
22 definition of "lottery" under the Arkansas Scholarship Lottery Act, are  
23 amended to read as follows:

24 (12)(A) "Lottery" means a game of chance approved by the  
25 Arkansas Lottery Commission and operated under this chapter.

26 (B) "Lottery" includes without limitation:

- 27 (i) An instant ticket;  
28 (ii) A draw game;  
29 (iii) Participation in a multistate or  
30 multisovereign game; ~~and~~  
31 (iv) A raffle; and  
32 (v) A prize-linked savings account program.  
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34 SECTION 2. Arkansas Code § 23-115-103(13), concerning the definition  
35 of "lottery proceeds" under the Arkansas Scholarship Lottery Act, is amended  
36 to read as follows:



1 (13) "Lottery proceeds" means all:

2 (A) ~~revenue~~ Revenue derived from the sale of tickets or  
3 shares; and

4 (B) ~~all other~~ Other moneys derived from or in connection  
5 with the operation of a lottery, including without limitation:

6 (i) ~~fees~~ Fees, offsets, reimbursements, insurance  
7 proceeds, damages, and liquidated damages collected or imposed by the  
8 Arkansas Lottery Commission under this chapter; and

9 (ii) Interest credited to the Arkansas Lottery  
10 Commission under a prize-linked savings account program;

11  
12 SECTION 3. Arkansas Code Title 23, Chapter 115, Subchapter 4 is  
13 amended to add an additional section to read as follows:

14 23-115-411. Prize-linked savings account program.

15 (a) As used in this section:

16 (1) "Minimum savings account deposit" means an amount of not  
17 less than twenty-five dollars (\$25.00) that the Arkansas Lottery Commission  
18 deposits on behalf of a patron into a prize-linked savings account;

19 (2) "Patron" means an individual:

20 (A) Who validly purchases a ticket in a prize-linked  
21 savings account program; and

22 (B) On whose behalf funds are deposited into a prize-  
23 linked savings account;

24 (3) "Prize-linked savings account" means a savings account,  
25 certificate of deposit, or other interest-bearing savings program at a  
26 financial institution:

27 (A) Into which deposits are made from the prize-linked  
28 savings account program operated by the commission;

29 (B) In which the deposits are held in trust on behalf of  
30 each individual patron; and

31 (C) From which the interest earned is paid to the  
32 commission for the operation of the prize-linked savings account program; and

33 (4) "Savings ticket" is a ticket or share validly purchased by a  
34 player in a prize-linked savings account program.

35 (b) The commission may establish a prize-linked savings account  
36 program through a lottery game that:

1 (1) Is designed and marketed specifically for the prize-linked  
2 savings account program;

3 (2) Awards to patrons monthly prizes and annual prizes;

4 (3) Provides an opportunity for a player to become a patron by  
5 purchasing a savings ticket and registering that ticket with the commission;  
6 and

7 (4) Provides that the commission shall deposit the value of a  
8 registered savings ticket into a prize-linked savings account on behalf of a  
9 patron.

10 (c)(1) A patron at any time may withdraw funds on deposit for the  
11 patron in a prize-linked savings account, but the withdrawal may affect the  
12 patron's eligibility for receiving a prize from the program.

13 (2) The program may provide incentives for patrons to:

14 (A) Retain the funds in the prize-linked savings account;  
15 and

16 (B) Deposit cash winnings from the program into the prize-  
17 linked savings account.

18 (d) A prize-linked savings account shall bear interest at a rate that  
19 is equal to the interest paid by the depository institution for a comparable  
20 savings account, certificate of deposit, or other savings program offered at  
21 the depository institution.

22 (e) This program does not waive the provisions of § 23-115-  
23 207(a)(2)(B) requiring the sales of tickets or shares for cash only.

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25 /s/R. Thompson  
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