



## 2023 South Dakota Legislature

# House Bill 1157

Introduced by: **Representative Mills**

1 **An Act to require the South Dakota Lottery to promote public awareness on the**  
 2 **adverse effects of gambling.**

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

4 **Section 1. That chapter 42-7A be amended with a NEW SECTION:**

5 On a quarterly basis, the South Dakota Lottery shall make expenditures from the  
 6 lottery operating fund for the purpose of public awareness on the potential adverse effects  
 7 of gambling, including financial hardship, addiction, domestic abuse, criminal activity, and  
 8 suicide. These expenditures must equal at least ninety percent of the quarterly  
 9 expenditures made from the lottery operating fund for the purpose of promoting the state  
 10 lottery's games pursuant to subdivision 42-7A-22(2).

11 The expenditures made pursuant to the provisions of this section must be detailed  
 12 in the informational budget described in § 4-7-7.2 to be annually reviewed by the  
 13 Legislature.

14 **Section 2. That § 42-7A-22 be AMENDED:**

15 **42-7A-22.** There is established within the state treasury the lottery operating  
 16 fund, into which shall be deposited all revenues from the sale of lottery tickets, interest  
 17 received on moneys in the lottery operating fund, and all other fees and moneys collected.  
 18 For the purposes of this section, the award of a free ticket or free play does not constitute  
 19 revenue. All money in the funds created by this section are continuously appropriated for  
 20 the purposes specified in this section and section 1 of this Act. All funds received by the  
 21 state lottery shall be set forth in an informational budget as described in § 4-7-7.2 and be  
 22 annually reviewed by the Legislature. Any disbursement from the lottery operating fund  
 23 shall be by authorization of the executive director for any of the following purposes:

24 (1) The payment of prizes to the holders of valid, winning lottery tickets;

- 1           (2)   Expenses of the lottery, which shall include all costs incurred in the operation and  
2                   administration of the South Dakota Lottery; all costs resulting from contracts  
3                   entered into for the purchase or lease of goods and services needed for operation  
4                   of the lottery, including supplies, materials, tickets, independent studies and  
5                   surveys, data transmission, advertising, printing, promotion, incentives, public  
6                   relations, communications, compensation paid to lottery retailers; distribution of  
7                   tickets; and reimbursement of costs of facilities and services provided by other  
8                   state agencies; and
- 9           (3)   Transfers of net proceeds to the state general fund.