



General Assembly

Substitute Bill No. 1072

January Session, 2007

* _____SB01072PS_FIN030707_____*

AN ACT REQUIRING CRIMINAL HISTORY RECORDS CHECKS FOR LOTTERY SALES AGENT APPLICANTS AND THE COLLECTION OF DELINQUENT TAXES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 12-568a of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective October 1, 2007*):

3 (a) The Division of Special Revenue shall adopt regulations, in
4 accordance with chapter 54, for the purpose of assuring the integrity of
5 the state lottery, concerning the regulation of the state lottery under
6 the operation and management of the Connecticut Lottery
7 Corporation. Such regulations shall include: (1) The licensing of
8 employees of the Connecticut Lottery Corporation and any person or
9 business organization awarded the primary contract by said
10 corporation to provide facilities, components, goods or services which
11 are necessary for the operation of the activities authorized by chapter
12 229a; (2) the approval of procedures of the corporation; (3) the time
13 period for complying with the regulations governing said approval of
14 procedures; (4) offerings of lottery games; (5) minimum prize payouts
15 and payments; (6) regulation of lottery sales agents including
16 qualifications for licensure and grounds for license suspension and
17 revocation; (7) assurance of the integrity of the state lottery including
18 the computer gaming system, computer internal control and system
19 testing; and (8) limitations on advertising and marketing content to

20 assure public information as to the odds of winning the lottery and the
21 prohibition of sales of tickets to minors.

22 (b) The regulations adopted pursuant to subdivision (6) of
23 subsection (a) of this section shall include a requirement that each
24 applicant for an initial license as a lottery sales agent and an employee
25 designated by the applicant to oversee lottery sales for the applicant
26 submit to state and national criminal history records checks conducted
27 in accordance with section 29-17a before such license is issued.

28 Sec. 2. (NEW) (*Effective July 1, 2007*) (a) On or after January 1, 2008,
29 when any person redeems a winning lottery ticket worth five thousand
30 dollars or more at the central office of the Connecticut Lottery
31 Corporation, the Connecticut Lottery Corporation shall check the
32 name and other identifying information of such person against a list of
33 taxpayers who are delinquent supplied by the Commissioner of
34 Revenue Services.

35 (b) Notwithstanding the provisions of section 12-15 of the general
36 statutes, the commissioner may disclose to the president of the
37 Connecticut Lottery Corporation: (1) Such information as may be
38 necessary to identify any person from whom taxes, including penalties
39 and interest related thereto, are due to the state and unpaid where: (A)
40 a period in excess of thirty days has elapsed following the date on
41 which such taxes were due, and (B) where such taxes are not the
42 subject of a timely filed administrative appeal to said commissioner or
43 of a timely filed appeal pending before any court of competent
44 jurisdiction, and (2) the amount of such taxes, penalties and interest.

45 (c) In the event that the person redeeming a lottery ticket described
46 in subsection (a) of this section is disclosed to be tax delinquent by said
47 commissioner pursuant to subsection (b) of this section, the
48 Connecticut Lottery Corporation shall, subsequent to any deductions
49 made pursuant to subsection (c) of section 52-362d of the general
50 statutes, if applicable, deduct and withhold from the lottery prize
51 payment payable to such person under the provisions of chapter 226 or

52 229a of the general statutes, or both such chapters, the amount of such
 53 taxes, penalties and interest identified by said commissioner pursuant
 54 to subsection (b) of this section provided the Connecticut Lottery
 55 Corporation shall notify such person that (1) lottery winnings or a
 56 portion of such winnings, as appropriate, have been withheld as a
 57 result of the amount due for such tax delinquency, and (2) such person
 58 has the right to a hearing before a hearing officer designated by the
 59 Commissioner of Revenue Services if such person contests the amount
 60 of the alleged claim for tax delinquency. The Connecticut Lottery
 61 Corporation shall pay any such person in accordance with any
 62 decisions of the hearing officer or the court upon appeal of the hearing
 63 officer's decision.

64 (d) The president of the Connecticut Lottery Corporation shall
 65 promptly notify the Commissioner of Revenue Services of any amount
 66 deducted and withheld under the provisions of this section and shall
 67 pay over such amount to the Commissioner of Revenue Services in
 68 accordance with said commissioner's instructions.

69 (e) For the purposes of this section, the Connecticut Lottery
 70 Corporation and its officers and employees shall be treated as officers
 71 and employees of the state, and the provisions of subsections (a), (e)
 72 and (f) of section 12-15 of the general statutes shall apply to the officers
 73 and employees of the Connecticut Lottery Corporation.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>October 1, 2007</i>	12-568a
Sec. 2	<i>July 1, 2007</i>	New section

PS

Joint Favorable Subst. C/R

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