103RD GENERAL ASSEMBLY

State of Illinois

2023 and 2024

HB2479

Introduced 2/15/2023, by Rep. Ann M. Williams

SYNOPSIS AS INTRODUCED:

20 ILCS 1605/9.3 20 ILCS 1605/20 20 ILCS 1605/21.15 new 20 ILCS 2305/8.5 new 30 ILCS 105/5.990 new

from Ch. 120, par. 1170

Amends the Illinois Lottery Law. Creates a special instant scratch-off game for the benefit of the Juvenile Diabetes Research Foundation, Illinois Chapter, type 1 diabetes research, support, education, and awareness. Provides that the net revenue from the scratch-off game shall be deposited into the Juvenile Diabetes Research Foundation Fund. Makes conforming changes throughout the Law. Amends the Department of Public Health Act. Provides that the Department of Public Health shall administer the Juvenile Diabetes Research Foundation Fund and shall pass all of the moneys deposited in the Fund as grants to the Juvenile Diabetes Research Foundation for (i) research, treatment, and awareness of diabetes and (ii) improved diabetes self-management and training. Makes a corresponding change to the State Finance Act.

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AN ACT concerning State government.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

4 Section 1. Findings. The General Assembly finds:

5 (1) The Juvenile Diabetes Research Foundation's 6 mission is to improve lives today and tomorrow by 7 accelerating life-changing breakthroughs to cure, prevent, 8 and treat type 1 diabetes and its complications.

9 (2) Type 1 diabetes is an autoimmune disease in which 10 insulin-producing beta cells in the pancreas are 11 mistakenly destroyed by the body's immune system.

12 (3) It is estimated that 64,000 children and adults
13 are diagnosed annually, and 2,100,000 children and adults
14 are expected to be diagnosed with type 1 diabetes by 2040.

15 (4) In addition to accelerating research, the Juvenile
16 Diabetes Research Foundation supports those impacted by
17 type 1 diabetes via community forums, events, and
18 resources in English and Spanish.

Section 5. The Illinois Lottery Law is amended by changing
 Sections 9.3 and 20 and by adding Section 21.15 as follows:

21 (20 ILCS 1605/9.3)

22 Sec. 9.3. Expenditure and distribution of lottery

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1 proceeds.

(a) Beginning July 1, 2022, except as provided in Sections
21.5, 21.6, 21.7, 21.8, 21.9, 21.10, 21.11, 21.12, and 21.13,
<u>and 21.15</u> of this <u>Law Act</u> and Section 25-70 of the Sports
Wagering Act, the Department shall distribute all proceeds of
lottery tickets and shares sold in the following priority and
manner:

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(1) The payment of prizes and retailer bonuses.

9 (2) The payment of costs incurred in the operation and 10 administration of the Lottery, including the payment of 11 sums due to the private manager under the management 12 agreement with the Department and including costs of 13 administering the Lottery sports wagering program pursuant 14 to Section 25-70 of the Sports Wagering Act.

(3) On the last day of each month or as soon thereafter
as possible, the State Comptroller shall direct and the
State Treasurer shall transfer from the State Lottery Fund
to the Common School Fund the Department's estimate of net
lottery proceeds.

(4) If an amount in excess of the annual net lottery proceeds is transferred for a fiscal year, then the Department shall offset the monthly transfers of estimated net lottery proceeds during the following fiscal year by that excess amount. If an amount less than the annual net lottery proceeds is transferred for a fiscal year, then after the related annual fiscal year audit is completed following such fiscal year, the Department shall direct the deposit of any remaining annual net lottery proceeds from such fiscal year, subject to payments under paragraphs (1) and (2), into the Common School Fund as soon thereafter as possible.

6 (b) The net lottery proceeds shall be determined by 7 deducting from total annual lottery proceeds the expenditures 8 required by paragraphs (1) and (2) of subsection (a). The 9 total annual lottery proceeds and annual net lottery proceeds 10 shall be determined according to generally accepted accounting 11 principles for governmental entities and verified by an annual 12 fiscal year audit.

13 (Source: P.A. 102-699, eff. 4-19-22.)

14 (20 ILCS 1605/20) (from Ch. 120, par. 1170)

15 Sec. 20. State Lottery Fund.

16 (a) There is created in the State Treasury a special fund to be known as the State Lottery Fund. Such fund shall consist 17 of all revenues received from (1) the sale of lottery tickets 18 or shares, (net of commissions, fees representing those 19 expenses that are directly proportionate to the sale of 20 21 tickets or shares at the agent location, and prizes of less 22 than \$600 which have been validly paid at the agent level), (2) 23 application fees, and (3) all other sources including moneys 24 credited or transferred thereto from any other fund or source 25 pursuant to law. Interest earnings of the State Lottery Fund HB2479 - 4 - LRB103 27203 AMQ 53573 b

1 shall be credited to the Common School Fund.

2 (b) The receipt and distribution of moneys under Section 3 21.5 of this Law Act shall be in accordance with Section 21.5. (c) The receipt and distribution of moneys under Section 4 5 21.6 of this Law Act shall be in accordance with Section 21.6. (d) The receipt and distribution of moneys under Section 6 21.7 of this Law Act shall be in accordance with Section 21.7. 7 8 (e) The receipt and distribution of moneys under Section 9 21.8 of this Law Act shall be in accordance with Section 21.8. 10 (f) The receipt and distribution of moneys under Section 11 21.9 of this Law Act shall be in accordance with Section 21.9. 12 (g) The receipt and distribution of moneys under Section 21.10 of this Law Act shall be in accordance with Section 13 14 21.10. 15 (h) The receipt and distribution of moneys under Section 16 21.11 of this Law Act shall be in accordance with Section 17 21.11. (i) The receipt and distribution of moneys under Section 18 21.12 of this Law Act shall be in accordance with Section 19 20 21.12. (j) The receipt and distribution of moneys under Section 21 22 21.13 of this Law Act shall be in accordance with Section 23 21.13. 24 (j-5) The receipt and distribution of moneys under Section 25 21.15 of this Law shall be in accordance with Section 21.15. 26 (k) The receipt and distribution of moneys under Section

HB2479 - 5 - LRB103 27203 AMO 53573 b 25-70 of the Sports Wagering Act shall be in accordance with 1 2 Section 25-70 of the Sports Wagering Act. (Source: P.A. 101-81, eff. 7-12-19; 101-561, eff. 8-23-19; 3 4 102-16, eff. 6-17-21.) 5 (20 ILCS 1605/21.15 new) 6 Sec. 21.15. Scratch-off for type 1 diabetes research, 7 support, education, and awareness. 8 (a) The Department shall offer a special instant scratch-off game for the benefit of the Juvenile Diabetes 9 10 Research Foundation, Illinois Chapter, type 1 diabetes 11 research, support, education, and awareness. The game shall 12 commence on January 1, 2024 or as soon thereafter, at the 13 discretion of the Director, as is reasonably practical. The operation of the game shall be governed by this Law and any 14 15 rules adopted by the Department. If any provision of this 16 Section is inconsistent with any other provisions of this Law, 17 then this Section governs. 18 (b) The net revenue from the type 1 diabetes research, support, education, and awareness scratch-off game shall be 19 20 deposited into the Juvenile Diabetes Research Foundation Fund. 21 Moneys received for the purposes of this Section, 22 including, without limitation, net revenue from the special 23 instant scratch-off game and from gifts, grants, and awards 24 from any public or private entity, must be deposited into the 25 fund.

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| 1 | For the purposes of this subsection, "net revenue" means |
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| 2 | the total amount for which tickets have been sold less the sum |
| 3 | of the amount paid out in the prizes and the actual |
| 4 | administrative expenses of the Department solely related to |
| 5 | the scratch-off game under this Section. |
| 6 | (c) During the time that tickets are sold for the type 1 |
| 7 | diabetes research, support, education, and awareness |
| 8 | scratch-off game, the Department shall not unreasonably |

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9 <u>diminish the efforts devoted to marketing any other instant</u> 10 scratch-off lottery game.

11 (d) The Department may adopt any rules necessary to 12 implement and administer the provisions of this Section.

Section 10. The Department of Public Health Act is amended by adding Section 8.5 as follows:

15 (20 ILCS 2305/8.5 new) 16 Sec. 8.5. Administration of Juvenile Diabetes Research 17 Foundation Fund. The Department shall administer the Juvenile Diabetes Research Foundation Fund. The Department shall pass 18 19 all of the moneys deposited in the Fund as grants to the 20 Juvenile Diabetes Research Foundation for (i) research, 21 treatment, and awareness of diabetes and (ii) improved 22 diabetes self-management and training. As used in this Section, "diabetes self-management and training" has the same 23 meaning as in subsection (b) of Section 356w of the Illinois 24

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1 Insurance Code.

2 Section 15. The State Finance Act is amended by adding 3 Section 5.990 as follows:

4 (30 ILCS 105/5.990 new)

5 <u>Sec. 5.990. The Juvenile Diabetes Research Foundation</u> 6 <u>Fund.</u>