Senate Resolution 135

By: Senators Mullis of the 53rd and Cowsert of the 46th

ADOPTED SENATE

A RESOLUTION

- 1 Proposing an amendment to the Constitution of the State of Georgia, so as to provide for
- 2 sports betting in this state; to provide for related matters; to provide for the submission of this
- 3 amendment for ratification or rejection; and for other purposes.

4 BE IT RESOLVED BY THE GENERAL ASSEMBLY OF GEORGIA:

5 SECTION 1.

- 6 Article I, Section II of the Constitution is amended by revising Paragraph VIII as follows:
- 7 "Paragraph VIII. Lotteries, and nonprofit bingo games, and sports betting. (a) Except
- 8 as herein specifically provided in this Paragraph VIII, all lotteries, and the sale of lottery
- 9 tickets, and all forms of pari-mutuel betting and casino gambling are hereby prohibited; and
- this prohibition shall be enforced by penal laws.
- 11 (b) The General Assembly may by law provide that the operation of a nonprofit bingo
- 12 game shall not be a lottery and shall be legal in this state. The General Assembly may by
- 13 law define a nonprofit bingo game and provide for the regulation of nonprofit bingo games.
- 14 (c) The General Assembly may by law provide for the operation and regulation of a
- 15 lottery or lotteries, including, but not limited to sports betting, by or on behalf of the state
- and for any matters relating to the purposes or provisions of this subparagraph. Such
- 17 lottery or lotteries, including, but not limited to sports betting, shall be implemented and

18 regulated by the Georgia Lottery Corporation or any successor entity created by the 19 General Assembly consistent with the enabling legislation for the Georgia Lottery 20 Corporation or any such successor entity. Except as provided in subparagraph (e) of this Paragraph for sports betting lotteries, proceeds Proceeds derived from the lottery or 21 22 lotteries operated by or on behalf of the state shall be used to pay the operating expenses 23 of the lottery or lotteries, including all prizes, without any appropriation required by law. 24 and for educational programs and purposes as hereinafter provided. Lottery proceeds shall 25 not be subject to Article VII, Section III, Paragraph II; Article III, Section IX, Paragraph 26 VI(a); or Article III, Section IX, Paragraph IV(c), except that the net proceeds after 27 payment of such operating expenses shall be subject to Article VII, Section III, Paragraph 28 II. Except as provided in subparagraph (e) of this Paragraph for sports betting lotteries, net 29 Net proceeds after payment of such operating expenses shall be separately accounted for 30 and shall be specifically identified by the Governor in his or her annual budget presented 31 to the General Assembly as a separate budget category entitled 'Lottery Proceeds,' and the 32 Governor shall make specific recommendations as to educational programs and educational 33 purposes to which said net proceeds shall be appropriated. In the General Appropriations 34 Act adopted by the General Assembly, the General Assembly shall appropriate all net 35 proceeds of the lottery or lotteries, except as provided in subparagraph (e) of this Paragraph 36 for sports betting lotteries, by such separate budget category to educational programs and 37 educational purposes. Such net proceeds shall be used to support improvements and 38 enhancements for educational programs and purposes and such net proceeds shall be used 39 to supplement, not supplant, non-lottery nonlottery educational resources for educational 40 programs and purposes. The educational programs and educational purposes for which 41 proceeds may be so appropriated shall include only the following:

(1) Tuition grants, scholarships, or loans to citizens of this state to enable such citizens to attend colleges and universities located within this state, regardless of whether such colleges or universities are operated by the board of regents, or to attend institutions

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operated under the authority of the Department of Technical and Adult Education

- 46 <u>Technical College System of Georgia</u>;
- 47 (2) Voluntary pre-kindergarten;

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- 48 (3) One or more educational shortfall reserves in a total amount of not less than 10 percent of the net proceeds of the lottery for the preceding fiscal year;
- (4) Costs of providing to teachers at accredited public institutions who teach levels
 K-12, personnel at public postsecondary technical institutes under the authority of the
 Department of Technical and Adult Education Technical College System of Georgia, and
 professors and instructors within the University System of Georgia the necessary training
 in the use and application of computers and advanced electronic instructional technology
 to implement interactive learning environments in the classroom and to access the
 state-wide distance learning network; and
- 57 (5) Capital outlay projects for educational facilities;
 - provided, however, that no funds shall be appropriated for the items listed in paragraphs (4) and (5) of this subsection subparagraphs (c)(4) and (c)(5) of this Paragraph until all persons eligible for and applying for assistance as provided in paragraph (1) of this subsection subparagraph (c)(1) of this Paragraph have received such assistance, all approved pre-kindergarten programs provided for in paragraph (2) of this subsection subparagraph (c)(2) of this Paragraph have been fully funded, and the education shortfall reserve or reserves provided for in paragraph (3) of this subsection subparagraph (c)(3) of this Paragraph have been fully funded.
 - (d) In addition to the sports betting lotteries provided for in subparagraph (c) of this Paragraph, the General Assembly may by law provide for the operation and regulation of sports betting activities by or on behalf of the state. For the purpose of regulation and taxation of such sports betting activities, the General Assembly shall create a gaming commission and shall provide such commission with such powers and duties as necessary to provide appropriate regulation of such sports betting activities provided for under this

72 subparagraph and to tax such activities. The proceeds derived from the taxation of the 73 sports betting activities provided for in this subparagraph shall be used as provided for in 74 subparagraph (e)(1) of this Paragraph and all other proceeds derived from the regulation 75 of such activities shall be used to pay the operating expenses of the gaming commission. Such proceeds derived from the regulation and taxation of sports betting activities shall be 76 separately accounted for and shall be specifically identified by the Governor in his or her 77 78 annual budget presented to the General Assembly as a separate budget category entitled 79 'Sports Betting Proceeds.' 80 (e)(1) Proceeds derived from the taxation of the sports betting lotteries in paragraph (c) 81 of this Paragraph and the sports betting activities provided for in subparagraph (d) of this 82 Paragraph shall be appropriated by the General Assembly, as provided by law, for the 83 following purposes: 84 (A) At least fifty percent to need based scholarships, grants, or loans to citizens of this 85 state to enable such citizens to attend units of the University System of Georgia, 86 branches of the Technical College System of Georgia, or eligible private colleges and 87 universities; 88 (B) Rural health care services and health care insurance coverage as may be provided 89 by general law; and 90 (C) The deployment of broadband services and other communications technologies 91 throughout the state at adequate speeds with priority given to rural areas with the least 92 amount of broadband coverage and the lowest speeds as may be provided by general 93 law. Such deployment may be through funding awards, grants, loans, or any other 94 means as may be provided by general law and may be made through public-private 95 partnerships, directly to service providers, or other methods as may be provided by 96 general law, which shall not be subject to Article III, Section VI, Paragraph VI, relating 97 to gratuities.

(2) The General Assembly is authorized to create and appropriate moneys to the Healthcare Equality Fund, the Broadband and Communications Technologies Fund, and the Education Opportunity Fund from which funds shall be disbursed for those purposes respectively set forth in subparagraphs (A) through (C) of subparagraph (e)(1) of this Paragraph. The moneys paid into such funds shall not be subject to the provisions of Article III, Section IX, Paragraph IV(c), relating to the lapsing of funds; Article III, Section IX, Paragraph VI(a), relating to allocation of proceeds; or Article VII, Section III, Paragraph II(a), relating to payment into the general fund of the state treasury.

(d)(f) On and after January 1, 1995, the holding of raffles by nonprofit organizations shall be lawful and shall not be prohibited by any law enacted prior to January 1, 1994. Laws enacted on or after January 1, 1994, however, may restrict, regulate, or prohibit the operation of such raffles."

110 SECTION 2.

to unserved areas?"

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The above proposed amendment to the Constitution shall be published and submitted as provided in Article X, Section I, Paragraph II of the Constitution. The ballot submitting the above proposed amendment shall have written or printed thereon the following:

114 "() YES Shall the Constitution of Georgia be amended so as to authorize sports betting
115 () NO in this state and to provide for such proceeds to be used for need based
116 educational funding, rural health care services, and deployment of broadband

All persons desiring to vote in favor of ratifying the proposed amendment shall vote "Yes."

All persons desiring to vote against ratifying the proposed amendment shall vote "No." If

such amendment shall be ratified as provided in said Paragraph of the Constitution, it shall

become a part of the Constitution of this state.