

2010 -- S 2399

LC01777

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2010

A N A C T

RELATING TO FINANCIAL INSTITUTIONS - CREDIT UNIONS

Introduced By: Senators Pichardo, Goodwin, Gallo, Perry, and Miller

Date Introduced: February 11, 2010

Referred To: Senate Corporations

It is enacted by the General Assembly as follows:

1 SECTION 1. Chapter 19-5 of the General Laws entitled "Credit Unions" is hereby
2 amended by adding thereto the following section:

3 19-5-29. Savings promotion raffle. – (a) If authorized by the credit union board, a
4 domestic credit union may conduct a savings promotion raffle. The domestic credit union shall
5 conduct a savings promotion raffle so that each token or ticket representing an entry in the raffle
6 has an equal chance of being drawn. A domestic credit union shall not conduct a savings
7 promotion raffle in a manner that jeopardizes the domestic credit union's safety and soundness or
8 misleads its members.

9 (b) Pursuant to his or her supervisory powers the director of state lotteries shall examine
10 the conduct of a savings promotion raffle. The director may issue a cease and desist order for a
11 violation of this section.

12 (c) A domestic credit union shall maintain records sufficient to facilitate an audit of a
13 savings promotion raffle.

14 (d) As used in this section, "savings promotion raffle" means a raffle conducted by a
15 domestic credit union where the sole consideration required for a chance of winning designated
16 prizes is the deposit of at least a specified amount of money in a savings account or other savings
17 program offered by the domestic credit union.

18 SECTION 2. Chapter 42-61 of the General Laws entitled "State Lottery" is hereby
19 amended by adding thereto the following section:

1 **42-61-18. Credit union savings lottery authorized.** -- [Credit unions organized pursuant](#)
2 [to chapter 19-15 of the general laws are hereby authorized to conduct lotteries in accordance with](#)
3 [section 19-5-29 of the general laws.](#)

4 SECTION 3. Section 11-19-1.1 of the General Laws in Chapter 11-19 entitled "Gambling
5 and Lotteries" is hereby amended to read as follows:

6 **11-19-1.1. Lotteries permitted.** -- (a) Any state, city, town, ward, or district committee
7 elected pursuant to the provisions of title 17 or certified candidates, but not both, as defined in
8 title 17, shall be allowed to conduct that lottery commonly known as a "twenty (20) week club" or
9 conduct a raffle once within a twelve (12) month period subsequent to notification to the Rhode
10 Island lottery commission. For the purposes of this section a "certified candidate" does not
11 include any state, city, town, ward, or district committee person.

12 (b) [Domestic credit unions may conduct "savings promotion raffles" as authorized by](#)
13 [section 19-5-29.](#)

14 SECTION 4. This act shall take effect upon passage.

=====
LC01777
=====

EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF
A N A C T
RELATING TO FINANCIAL INSTITUTIONS - CREDIT UNIONS

- 1 This act would permit credit unions to conduct savings promotion raffles.
- 2 This act would take effect upon passage.

=====
LC01777
=====