

## **SENATE BILL No. 1211**

November 12, 1996, Introduced by Senator BOUCHARD and referred to the Committee on Families, Mental Health and Human Services.

A bill to amend section 32 of Act No. 239 of the Public Acts of 1972, entitled as amended

"McCauley-Traxler-Law-Bowman-McNeely lottery act," as amended by Act No. 13 of the Public Acts of 1996, being section 432.32 of the Michigan Compiled Laws.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Section 32 of Act No. 239 of the Public Acts of
- 2 1972, as amended by Act No. 13 of the Public Acts of 1996, being
- 3 section 432.32 of the Michigan Compiled Laws, is amended to read
- 4 as follows:
- 5 Sec. 32. (1) -Before SUBJECT TO SUBSECTION (6), BEFORE
- 6 payment of a prize of \$1,000.00 or more, the bureau shall deter-
- 7 mine whether the department of treasury records show that a
- 8 lottery winner has a current liability to this state or a support
- 9 arrearage. The department of treasury shall provide the bureau

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- 1 with a list or computer access to a compilation of persons known
- 2 to the department to have a current liability to this state,
- 3 including delinquent accounts of amounts due and owing to a court
- 4 that have been assigned to the state for collection, or a support
- 5 arrearage. The information shall be updated not less than once a
- 6 month. If a liability to this state or support arrearage is
- 7 identified, the bureau shall ascertain the amount owed from the
- 8 department of treasury and first apply the amount of the prize to
- 9 the liability to the state other than the amount of any assigned
- 10 delinquent account of amounts due and owing to a court, next to
- 11 the support arrearage, and next to the assigned delinquent
- 12 accounts of amounts due and owing to a court, and the excess, if
- 13 any, shall be paid to the lottery winner.
- (2) A lottery winner shall receive notice and an opportunity
- 15 for a hearing before the department of treasury or its designee
- 16 with respect to the liability to which the prize is to be applied
- 17 where the liability has not been reduced to judgment or has not
- 18 been finalized under statutory review provisions of the statute
- 19 under which the liability arose. The notice shall be made by
- 20 regular mail. The lottery winner may request a hearing within 15
- 21 days of the date of the notice by making a written request to the
- 22 revenue commissioner.
- 23 (3) An amount applied to pay a support arrearage shall be
- 24 paid by the bureau to the department of treasury which shall pay
- 25 the amount to the office of the friend of the court for the
- 26 appropriate judicial circuit in the same manner as is prescribed
- 27 for a payment pursuant to IN an order of income withholding

- 1 under section 9 of the support and parenting time enforcement
- 2 act, Act No. 295 of the Public Acts of 1982, being section
- 3 552.609 of the Michigan Compiled Laws.
- 4 (4) In regard to the information provided by the department
- 5 of treasury to the bureau under this section, the bureau is
- 6 subject to the confidentiality restrictions and penalties pro-
- 7 vided in section 28(1)(f) and (2) of Act No. 122 of the Public
- 8 Acts of 1941, being section 205.28 of the Michigan Compiled
- 9 Laws.
- 10 (5) Until October 1, 1995 each office of the friend of the
- 11 court may report to the department of treasury the names of per-
- 12 sons who have a current support arrearage. Beginning October 1,
- 13 1995 each office of the friend of the court shall report to the
- 14 office of child support the names of persons who have a current
- 15 support arrearage and the office of child support shall provide
- 16 that information to the department of treasury.
- (6) IN THE CASE OF LIABILITY TO THE STATE UNDER SECTION 43B
- 18 OF THE SOCIAL WELFARE ACT, ACT NO. 280 OF THE PUBLIC ACTS OF
- 19 1939, BEING SECTION 400.43B OF THE MICHIGAN COMPILED LAWS, THIS
- 20 SECTION APPLIES TO PRIZES OF \$600.00 OR MORE.
- 21 (7) -(6) As used in this section:
- 22 (a) "Office of the friend of the court" means an agency cre-
- 23 ated in section 3 of the friend of the court act, Act No. 294 of
- 24 the Public Acts of 1982, being section 552.503 of the Michigan
- 25 Compiled Laws.

- 1 (b) "Support" means that term as defined in section -31 2
- 2 of Act No. 294 of the Public Acts of 1982, being section
- 3 552.531 552.502 of the Michigan Compiled Laws.
- 4 Section 2. This amendatory act shall not take effect unless
- 5 Senate Bill No. 1210
- of the 88th Legislature is enacted into law.