

House File 171 - Introduced

HOUSE FILE 171

BY KACENA

A BILL FOR

1 An Act authorizing monitor vending machines and providing for
2 distribution of monitor vending machine receipts.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 99G.3, subsection 7, Code 2017, is
2 amended to read as follows:

3 7. "Lottery", "lotteries", "lottery game", "lottery games",
4 or "lottery products" means any game of chance approved by
5 the board and operated pursuant to [this chapter](#) and games
6 using mechanical or electronic devices, provided that the
7 authority shall not authorize ~~a monitor vending machine or~~
8 a player-activated gaming machine that utilizes an internal
9 randomizer to determine winning and nonwinning plays and that
10 upon random internal selection of a winning play dispenses
11 coins, currency, or a ticket, credit, or token to the player
12 that is redeemable for cash or a prize, and excluding gambling
13 or gaming conducted pursuant to [chapter 99B](#), [99D](#), or [99F](#).

14 Sec. 2. Section 99G.30A, Code 2017, is amended by striking
15 the section and inserting in lieu thereof the following:

16 **99G.30A Monitor vending machines — restrictions.**

17 1. It shall be lawful to sell lottery products or tickets by
18 means of a monitor vending machine pursuant to the requirements
19 of the authority, but only by a retailer in any single location
20 or premises for which a class "A" or class "C" liquor control
21 license has been issued pursuant to chapter 123, in which
22 access to the premises is limited to persons age twenty-one or
23 older.

24 2. The moneys received from the sale of tickets by means
25 of a monitor vending machine shall be deposited in a special
26 account in the lottery fund. Notwithstanding section 99G.39,
27 the net monitor vending machine revenue receipts shall be
28 distributed as follows:

29 a. Twelve and one-half percent of net monitor vending
30 machine revenue receipts shall be deposited in the general fund
31 of the state.

32 b. Twelve and one-half percent of net monitor vending
33 machine revenue receipts generated by monitor vending machines
34 located on the premises of a retailer shall be transferred to
35 that retailer.

1 c. (1) For monitor vending machines of a retailer located
2 in a city, seventy-five percent of the net monitor vending
3 machine revenue receipts generated by the monitor vending
4 machines shall be remitted to the treasurer of the city in
5 which the retailer is located and shall be deposited in the
6 general fund of the city for public safety purposes.

7 (2) For monitor vending machines of a retailer located in a
8 county outside a city, seventy-five percent of the net monitor
9 vending machine revenue receipts generated by the monitor
10 vending machines shall be remitted to the treasurer of the
11 county in which the retailer is located and shall be deposited
12 in the general fund of the county for public safety purposes.

13 3. For purposes of this section, "*net monitor vending*
14 *machine revenue receipts*" means the gross receipts received from
15 monitor vending machines less prizes awarded.

16 EXPLANATION

17 The inclusion of this explanation does not constitute agreement with
18 the explanation's substance by the members of the general assembly.

19 This bill authorizes monitor vending machines in certain
20 locations and provides for the distribution of revenue received
21 from monitor vending machines.

22 The bill eliminates the prohibition on monitor vending
23 machines and eliminates the provision imposing an additional
24 tax on revenues generated from monitor vending machines on or
25 after 45 days following March 20, 2006.

26 The bill provides that monitor vending machines shall only
27 be allowed on a premises with a class "A" or class "C" liquor
28 control license in which access to the premises is limited to
29 persons age 21 or older.

30 The bill further provides that of the moneys received from
31 the sale of tickets by means of a monitor vending machine, less
32 prizes awarded, 12.5 percent of the moneys shall be deposited
33 in the general fund of the state, 12.5 percent of the moneys
34 shall be transferred to the retailer, and 75 percent of the
35 moneys shall be remitted to the county or city where the

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1 machine generating the moneys is located for deposit in the
2 general fund of the county or city, as applicable, for public
3 safety purposes.