

§§1-7
C. 5:9-13.10
To
5:9-13.16
§8
Note To §§1-7

P.L. 1997, CHAPTER 306, *approved January 8, 1998*
Assembly, No. 1119 (*First Reprint*)

1 AN ACT concerning lottery prizes and the repayment of student loans
2 and supplementing Title 5 of the Revised Statutes.

3

4 **BE IT ENACTED** by the Senate and General Assembly of the State
5 of New Jersey:

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7 1. The Director of the Division of the State Lottery in the
8 Department of the Treasury and the Executive Director of the Office
9 of Student Assistance in, but not of, the Department of Treasury shall
10 initiate an ongoing data exchange in the Office of Telecommunications
11 and Information Systems in the Department of the Treasury before a
12 payment is made of a State lottery prize in excess of \$1,000.

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14 2. The Executive Director of the Office of Student Assistance shall
15 periodically supply the Office of Telecommunications and Information
16 Systems with a list of those individuals in default of student loan
17 repayments to the Office of Student Assistance.

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19 3. The Director of the Division of the State Lottery shall promptly
20 provide the Office of Telecommunications and Information Systems
21 with a prize winners list, which shall include the prize claimant's name,
22 address and social security number and the amount of the pending
23 payment.

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25 4. The Office of Telecommunications and Information Systems
26 shall cross check the lottery list with the data supplied by the
27 Executive Director of the Office of Student Assistance for a social
28 security number match. If a match is made, the Office of
29 Telecommunications and Information Systems shall notify the Office
30 of Student Assistance.

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

¹ **Assembly AED committee amendments adopted March 4, 1996.**

1 5. If a lottery prize claimant is on the list of individuals in default
2 of a student loan as reported pursuant to section 2 of P.L. ,c. (C.)
3 (now pending before the Legislature as this bill), the Office of Student
4 Assistance shall promptly notify the Department of the Treasury and
5 the Division of the State Lottery of the claimant's name, address,
6 social security number and the outstanding amount of the student loan.
7 The Department of the Treasury shall withhold this amount from the
8 pending lottery payment and transmit same to the Office of Student
9 Assistance 1after withholding any appropriate amounts for State or
10 federal income taxes or for such other withholdings as may be required
11 under State or federal law¹ . If the amount of the student loan
12 outstanding is greater than the amount available from the lottery
13 payment, the entire amount available shall be transmitted to the Office
14 of Student Assistance.

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16 6. Any of the claimant's lottery prize funds remaining after
17 withholding pursuant to section 5 of P.L. ,c. (C.)(now pending
18 before the Legislature as this bill) shall be paid to the claimant in
19 accordance with lottery procedures.

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21 7. The State Treasurer, in consultation with the Office of Student
22 Assistance, shall promulgate, pursuant to the "Administrative
23 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), such rules and
24 regulations as may be necessary to effectuate the purposes of this act
25 including, but not limited to, regulations providing for prompt notice
26 to any prize winner from whose award the Department of the Treasury
27 seeks to withhold funds, of the amount to be withheld and the reason
28 therefor and providing the prize winners with the opportunity for a
29 hearing upon request prior to the disposition of any funds. For the
30 purposes of this act, "prompt notice" shall mean notice within 14 days
31 or less.

32 The State Treasurer shall also provide by regulation, safeguards
33 against the disclosure or inappropriate use of any personally
34 identifiable information regarding any person obtained pursuant to this
35 act.

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37 8. This act shall take effect on the 90th day after enactment.

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42 Provides that State lottery prizes over \$1,000 will be used to offset
43 defaulted guaranteed student loans.