

§§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.

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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:**

<sup>1</sup> **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 law<sup>1</sup> . 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.