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AN ACT

TO ESTABLISH THE TRUK DISTRICT LOTTERY, TO PROVIDE FOR THE ADMINISTRATION THEREOF, AND FOR OTHER PURPOSES.

BE IT ENACTED BY THE TRUK DISTRICT LEGISLATURE THAT:

Section 1. Amendment. Title 29 of the Truk District Code is hereby amended by adding a new Chapter 7 thereto, to read as follows:

§ 175. Establishment. There is hereby established the Truk District Lottery Board hereinafter known as the Lottery Board.

§ 176. Purposes. The purpose of the Truk District Lottery Board shall be to conduct the Truk District Lottery, hereinafter know as the Lottery, to raise revenues for the General Fund of the Truk District Legislature.

§ 177. Powers. Subject to any restrictions or limitations imposed by the laws of the Trust Territory, and in furtherance of the purposes set forth in Section 176 of this Chapter the Board shall have and exercise the following powers:

- (1) To create the position of the Truk District Lottery Officer, hereinafter known as the Lottery Officer, and to provide for his duties and compensation;

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(2) To review the annual budget of the Lottery Officer for all office expenses, staff, supplies, and other costs incurred in conducting the Lottery, and to approve or veto such budget;

(3) To receive, hold, and disburse funds;

(4) To enter into and perform such contracts, leases, or other transactions with any agency of the Trust Territory Government, or with any District or Municipal Government, or with any political subdivision thereof, or with any firm, person, association, cooperative, or corporation as may be deemed necessary or appropriate to conduct the activities authorized under this Chapter, or to authorize the Lottery Officer to do so as its duly designated representative;

(5) To promulgate rules and regulations, to have the force of law, necessary or appropriate to conduct the Lottery, to select the winners of the Lottery, to provide for the amount and distribution of the prizes;

(6) To establish policies and procedures for the operation of the board; and

(7) To propose legislation to the Truk District Legislature and Municipal Government that it deems necessary to implement the purposes

of the board.

§ 178. Duties. The duties of the Board are as follows:

- (1) the Board shall hold meetings as often as necessary to carry out its purposes, powers, and duties under this chapter;
- (2) to prepare such reports on the operation of the Lottery, including financial reports, as are necessary to inform the Legislature of the operation of the Lottery, and to submit such reports to the District Legislature one month before each regular session; and
- (3) to work closely with the District Treasurer to transfer all funds collected from the sale of lottery tickets, not used for the administration of the Lottery, including prizes, to the General Fund of the Truk District Legislature.

§ 179. Membership. The Board shall consist of three (3) voting members who shall be appointed by the Speaker of the Truk District Legislature. The members shall serve for three-year terms; provided, however, any member may be removed by the Speaker of the Truk District Legislature.

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Appointments to fill vacancies shall be made by the speaker of the Truk District Legislature, and such appointments shall be for the remainder of the unexpired term. No member of the Board shall be a member of the Truk District Legislature. No member of the Board shall simultaneously be an employee of the Board. No member of the Board shall be eligible to participate in the Lottery.

§. 180. Compensation. Members of the Board shall be entitled to receive such compensation or allowance as may be established by the Board and approved by the Speaker of the Truk District Legislature. This compensation shall be in lieu of any compensation provided by Chapter 7 of Title 5 of the Truk District Code.

Section 2. Appropriation. There is hereby appropriated out of the General Fund of the Truk District Legislature, not otherwise appropriated, the sum ten thousand (\$10,000.00) dollars or so much thereof as may be necessary for the purposes of this Chapter.

Section 3. Administration. The Truk District Lottery Board is charged with the responsibility to administer the funds herein appropriated.

Section 4. Reversion of Funds. All funds herein appropriated not expended or obligated by the end of Fiscal Year 1973 shall revert to the General Fund of the Truk District Legislature.

Section 5. Effective Date. This act shall take effect upon  
its approval by the District Administrator, or upon its becoming law  
without such approval.

Signed by: /s/ Hermes Katsura  
Hermes Katsura, Speaker  
Truk District Legislature

Attested to: /s/ Keichiro Gerhart  
Keichiro Gerhart, Secretary  
Truk District Legislature Date: 7/6/73

Approved by: /s/ Juan A. Sablan  
Juan A. Sablan  
District Administrator, Truk

Date: 8/3/73