A-Engrossed House Bill 2481

Ordered by the House May 10 Including House Amendments dated May 10

Sponsored by Representatives MACPHERSON, RICHARDSON

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

[Modifies basis for establishing schedule of payments to lottery contractors by Oregon State Lottery Commission. Requires commission to study feasibility of implementing competitive bidding process for awarding video lottery game retailer contracts.]

Directs Oregon State Lottery Commission to study feasibility of implementing alternative to current method for awarding contracts to video lottery game retailers.

A BILL FOR AN ACT

- 2 Relating to compensation for lottery game retailers; creating new provisions; and amending ORS 461.445.
- 4 Be It Enacted by the People of the State of Oregon:
 - **SECTION 1.** ORS 461.445 is amended to read:
 - 461.445. In establishing its schedule of payments to contractors, the Oregon State Lottery Commission shall undertake to develop a system that maximizes the net revenue to the state for the public [purpose consistent with providing a reasonable rate of return for contractors] purposes described in section 4, Article XV of the Oregon Constitution.
 - SECTION 2. (1) The Oregon State Lottery Commission shall conduct a study to determine the feasibility of implementing an alternative to the current method for awarding contracts to video lottery game retailers, as defined in ORS 461.217, for video lottery game terminals operated under the authority of the commission. In examining the feasibility of implementing alternative processes for awarding contracts, the commission shall consider:
 - (a) Awarding the contracts by competitive bidding; and
 - (b) Replacing the current method of determining the percentage of net receipts paid to video game retailers with an alternative process that maintains the current structure and operational methods employed by the commission for video lottery games.
 - (2) The commission shall report the results of the study to the Governor and to the Seventy-fourth Legislative Assembly in the manner specified in ORS 192.245 by June 30, 2008.

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