House Bill 3215

Sponsored by Representative UNGER; Representatives BUCKLEY, FAGAN, GALLEGOS, GORSEK, GREENLICK, LIVELY, SMITH, TOMEI, VEGA PEDERSON, Senator MONNES ANDERSON

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 **as introduced.**

Limits compensation of video lottery game retailers to specified percentage of net receipts from video lottery games.

A BILL FOR AN ACT

- 2 Relating to compensation of lottery game retailers; creating new provisions; and amending ORS 461.310.
- Be It Enacted by the People of the State of Oregon:
 - **SECTION 1.** ORS 461.310 is amended to read:
 - 461.310. (1) As used in this section, "net receipts" means the amount of money that is received at a retailer's premises from the sale of video lottery game shares after payment of prizes.
 - (2) Upon recommendation of the Director of the Oregon State Lottery, the **Oregon State Lottery** Commission shall determine the compensation to be paid to lottery game retailers for their sales of lottery tickets or shares. Until the commission shall otherwise determine, the compensation paid to lottery game retailers shall be five percent of the retail price of the tickets or shares plus an incentive bonus of one percent based on attainment of sales volume or other objectives specified by the director for each lottery game. In cases of a lottery game retailer whose rental payments for premises are contractually computed in whole or in part, on the basis of a percentage of retail sales, and [where such] when the computation of retail sales is not explicitly defined to include sales of tickets or shares in a state-operated lottery, the compensation received by the lottery game retailer from the Oregon State Lottery shall be deemed to be the amount of the retail sale for the purposes of [such] the contractual computation.
 - (3) Compensation for a video lottery game retailer, as defined in ORS 461.217, may not exceed:
 - (a) 33 percent of the net receipts less than or equal to \$30,000; and
 - (b) 18 percent of net receipts greater than \$30,000.
 - <u>SECTION 2.</u> The amendments to ORS 461.310 by section 1 of this 2013 Act apply to a contract between the Oregon State Lottery and a video lottery game retailer, as defined in ORS 461.217, that is executed or renewed on or after the effective date of this 2013 Act.

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