## House Bill 2267

Sponsored by Representative LIVELY (Presession filed.)

## 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.

Provides that fixed percentage of certain forecasted video lottery revenues be transferred to counties for economic development.

Provides that disbursals to counties from video lottery revenues be adjusted to compensate for differences between biennium's forecasted revenues and actual revenues.

Takes effect on 91st day following adjournment sine die.

## A BILL FOR AN ACT

Relating to lottery revenues; creating new provisions; amending ORS 320.005 and 461.547; and pre-2 3 scribing an effective date.

Be It Enacted by the People of the State of Oregon: 4

SECTION 1. ORS 461.547 is amended to read: 5

6 461.547. (1) Each biennium, the Oregon [State Lottery Commission] Department of Adminis-7 trative Services shall transfer an amount equal to 2.5 percent of the net forecasted receipts from 8 video lottery games allocated to the Administrative Services Economic Development Fund to counties for economic development activities. Ninety percent of the moneys shall be distributed to each 9 10 county in proportion to the gross receipts from video lottery games from each county. Ten percent of the moneys shall be distributed in equal amounts to each county. The Oregon State Lottery 11 12 Commission shall determine and inform the department of the amounts to be transferred 13 under this subsection.

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(2) During the eighth fiscal quarter of each biennium:

(a) The commission shall determine and inform the department of the amount of net 15 actual receipts from video lottery games allocated to the Administrative Services Economic 16 **Development Fund in the biennium;** 17

(b) The commission shall determine and inform the department of the amount that each 18 county would have received under subsection (1) of this section in the biennium had the 19 20transfer been based on the net actual receipts determined under paragraph (a) of this sub-21section in place of the net forecasted receipts described in subsection (1) of this section;

22(c) If the amount determined for a county under paragraph (b) of this subsection is greater than the actual amount received under subsection (1) of this section by the county 2324 in the biennium, the department shall, during the first fiscal quarter of the subsequent biennium, disburse the difference to the county; and 25

26(d) If the amount determined for a county under paragraph (b) of this subsection is less 27 than the actual amount received under subsection (1) of this section by the county in the 28 biennium, the department shall decrease one or more future disbursals to the county under 29subsection (1) of this section until the amount of the difference has been deducted.

[(2)] (3) As used in this section: 30

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(a) "Gross receipts from video lottery games" means the amount of money inserted into video 1 2 lottery games plus the value of any free game prizes used by players for subsequent games. (b) "Net actual receipts from video lottery games" means the amount of money that is received 3 from the operation of video lottery games after the payment of prizes but prior to any other pay-4 5 ment. (c) "Net forecasted receipts from video lottery games" means the amount of money that 6 is forecasted to be received from the operation of video lottery games, after the payment of 7 prizes but prior to any other payment, in the last revenue forecast published in the previous 8 9 biennium by the department. SECTION 2. The amendments to ORS 461.547 by section 1 of this 2021 Act become oper-10 ative on July 1, 2022. 11 12 SECTION 3. ORS 320.005 is amended to read: 320.005. As used in ORS 320.005 to 320.150, unless the context requires otherwise: 13 (1) "Amusement device" means a video lottery game terminal, including but not limited to any 14 15 electronic, mechanical-electronic or nonmechanical device that: 16 (a) Displays a ticket through the use of a video display screen; (b) Is available for consumer play upon the payment of consideration; 17 18 (c) Determines winners through the element of chance; and (d) Displays possible prizes on the device. 19 (2) "Department" means the Department of Revenue. 20

(2) (2) Department means the Department of Revenue.

(3) "Net receipts" has the meaning given the term "net actual receipts from video lottery
 games" under ORS 461.547.

(4) "Operate" means to make an amusement device available for use by the public for gain,
benefit or advantage.

(5)(a) "Person" means every individual, partnership (limited or not), corporation (for-profit or
not-for-profit), company, cooperative, joint stock company, joint venture, firm, business trust, association, organization, institution, club, society, receiver, assignee, trustee in bankruptcy, auctioneer,
syndicate, trust, trustee, estate, personal representative or any group of individuals acting as a unit,
whether mutual, cooperative, fraternal, nonprofit or otherwise.

(b) "Person" includes this or another state, a municipal corporation, quasi-municipal corporation
or political subdivision of this or another state, and the agencies, departments and institutions of
this or another state, irrespective of the nature of the activities engaged in or functions performed,
but does not include the United States or a foreign government or any agency, department or
instrumentality of the United States or of any foreign government.

(6) "Tax year" means a period of 12 months beginning July 1 and ending the following June 30.
 <u>SECTION 4.</u> This 2021 Act takes effect on the 91st day after the date on which the 2021
 regular session of the Eighty-first Legislative Assembly adjourns sine die.

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