

L.D. 143

(Filing No. S-187)

STATE OF MAINE SENATE 115TH LEGISLATURE FIRST REGULAR SESSION

90K-15. R. 015.

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14	COMMITTEE AMENDMENT " $_{\rm A}$ " to S.P. 80, L.D. 143, Bill, "An Act to Preserve the Integrity of the Maine State Lottery"
16	Amend the bill by striking the title and substituting the
18	following:
10	'An Act to Preserve the Integrity of the Maine State Lotteries'
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	Further amend the bill by striking out everything after the
22	enacting clause and before the statement of fact and inserting in its place the following:
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	'Sec.1. 8 MRSA §389 is enacted to read:
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	§389. Operation of lotteries
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	 State employees to conduct lotteries. Except as
30	provided in subsection 2, state employees are the only agents authorized to conduct operations of lotteries conducted by the
32	State.
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34	2. Exceptions. The following lottery operations may be
	performed by persons other than state employees:
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	A. Sales of lottery tickets by licensed lottery sales
38	agents;
40	B. Printing and design of lottery tickets;
42	C. Accounting and auditing services;

44 D. Advertising and public relations services;

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E. Programming, design and maintenance of computer hardware

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- and software used in sales and accounting, and operation 2 services of a central computer system being provided under 4 contract with a private entity as of May 1, 1991; F. Telecommunications services; and 6 8 G. Public or private delivery services including those provided by the United States Postal Service, as long as these are not used to distribute more than 50% of the 10 tickets sold in a year to sales agents. 12 3. Applicability. This section applies to operations of all lotteries conducted by the State, including those conducted 14 by the State as a member of any multistate lottery organization, except that it does not prevent persons other than state 16 employees from conducting operations under any contracts if the State did not have sole authority to enter into that contract. 18 20 Sec. 2. 8 MRSA §413, sub-§1, as enacted by PL 1983, c. 732, §1, is amended to read: 22 Inapplicability. No Except as provided in section 389, 1. 24 no other law providing for any penalty or disability for the sale of lottery tickets or any acts done in connection with a lottery applies to the sale of tickets or acts performed under this 26 chapter. 28 FISCAL NOTE 30 1991-92 1992-93 32 34 REVENUES 36 General Fund (\$500,000) (\$300,000)38 This bill will limit the ability of the Lottery Commission to enter into certain contractual arrangements. The commission 40 is currently negotiating a contract which will realize additional General Fund revenue of \$500,000 in fiscal year 1991-92 and 42 \$300,000 in fiscal year 1992-93. This bill will block the implementation of this contract and, consequently reduce the General Fund by the amounts indicated above. 44 46 The Governor's proposed adjusted current services budget includes savings of \$880,231 in fiscal year 1991-92 and \$981,388 in fiscal year 1992-93 resulting from the privatization of 48 certain lottery functions.' 50 Page 2-LR2373(2)

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STATEMENT OF FACT

The amendment provides that certain lottery operations may be conducted by persons hired under private contracts, rather than by state employees. Those are the services that are being provided under private contracts currently. The amendment also clarifies that the prohibition against contracting with private organizations to conduct lottery operations applies to all lotteries in which the State is involved, but does not affect multistate lottery contracts over which the State does not have sole authority.

Reported by the Majority for the Committee on Legal Affairs. Reproduced and Distributed Pursuant to Senate Rule 12. (5/21/91) (Filing No. S-187)

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