

An Act relating to amusements and sports; ordering a legislative referendum pursuant to the Oklahoma Constitution; creating the Oklahoma Lottery for Education Act; providing short title; stating intent; defining terms; creating Oklahoma Lottery for Education Corporation; providing for status and location thereof; subjecting records of corporation to Oklahoma Open Records Act; providing for governance by board of directors; providing for membership, terms, conflicts of interest, travel reimbursement, officers and conducting of business thereof; subjecting meetings of board to Oklahoma Open Meeting Act; providing for appointment of Lottery Retailer Advisory Board; specifying duties of board of directors; providing for appointment and compensation of chief executive officer; specifying powers of corporation; specifying rules which may be promulgated by board of directors subject to Administrative Procedures Act; specifying duties of chief executive officer; providing for employees of corporation and specifying certain provisions related thereto; providing for apportionment of lottery proceeds; creating Lottery for Education Revolving Fund and providing for deposits thereto and expenditures therefrom; creating certain shortfall reserve accounts; specifying certain duties of Office of State Finance; creating Lottery for Education Expenditure Approval Board; providing for membership and duties thereof; prohibiting expenditure of nonlottery funds for certain purposes; stating intent and provisions relating to participation by minority businesses; specifying certain requirements relating to lottery system vendors; requiring disclosure of certain information; prohibiting entry into major procurement contracts with certain persons; prohibiting gifts or payments under certain circumstances; requiring vendors to meet certain requirements; requiring competitive bid of certain contracts; providing for compensation and qualification of lottery retailers; prohibiting transfer or assignment of retailer contracts and sale of tickets by persons other than stated retailers; allowing corporation to establish fidelity fund and reserve accounts; allowing corporation to require retailers to post bond or maintain securities; providing for termination of retail contracts; providing that lottery sales constitute trust fund and providing for deposit of lottery proceeds; specifying certain restrictions with respect to lottery retailer rental payments; prohibiting sale of lottery ticket at price other than that established by corporation; providing exception; specifying certain restrictions on sale or gift of lottery tickets; subjecting proceeds of lottery prize to state income tax; providing for withholding of certain amounts from lottery prizes; specifying duties of corporation to establish system of verification of validity of tickets or shares; specifying certain restrictions on payment of prizes; prohibiting sale of tickets to certain persons; providing for unclaimed prize money; providing for availability of records of corporation; specifying duties of corporation with respect to criminal background investigations and violations of act; prohibiting certain acts and providing penalties; providing for enforcement; providing for competitive bidding of contracts; providing for appeal of board decisions; allowing corporation to borrow certain funds and purchase or lease property; specifying duties of board of directors with respect to financial integrity of lottery; creating Oklahoma Lottery for Education Corporation Legislative Oversight Committee; providing for membership and duties thereof; amending 21 O.S. 2001, Section 1051, which relates to crimes and punishments; providing that conduct of lottery under act not violation of criminal provisions; amending 62 O.S. 2001, Section 7.2, as amended by Section 1, Chapter 105, O.S.L. 2002 (62 O.S. Supp. 2002, Section 7.2),

which relates to public finance; allowing agency special account for prize funds; providing for codification; providing ballot title; and directing filing.