BILL SUMMARY

2nd Session of the 56th Legislature

Bill No.: HB3375
Version: CS
Request Number: 9949
Author: Wallace
Date: 3/2/2018
Impact: FY-19 Estimated State Revenue: \$24 M

Research Analysis

The committee substitute for HB3375 provides state approval for new game offerings under the State Tribal Gaming Act. Tribes may elect to begin offering non-house banked table games and sports pools by submitting a written supplement to an existing gaming compact with the state. The agreement requires a tribe to pay the state 10 percent of the monthly net wins from the operation of non-house banked table games and sports pools.

Prepared By: Quyen Do

Fiscal Analysis

(Revised 3-5-2018)

HB 3375 in its current form would expand state-tribal gaming in the state by offering compact supplements related to non-house-banked table games and sports pools. Under the provisions of the supplements participating tribes would pay to the state exclusivity fees in the amount of 10% of the monthly net of such games. Such fees would be apportioned under current state statutes: 88% to the Education Reform Revolving Fund, and 12% to the General Revenue Fund.

Exclusivity fee revenue resulting from the introduction of non-house-banked table games is estimated to be approximately \$24 Million in State Fiscal Year 2019. Such amount would be apportioned as follows:

- \$21.1 Million to the Education Reform Revolving Fund, and
- \$2.9 Million to the General Revenue Fund.

Exclusivity fee revenue resulting from sports pools is estimated to be approximately \$9.8 Million per year once implemented, though implementation is not expected to occur in State Fiscal Year 2019. Such amounts, if realized, would be apportioned as follows:

- \$8.6 Million to the Education Reform Revolving Fund, and
- \$1.2 Million to the General Revenue Fund.

Prepared By: John McPhetridge

Other Considerations

HB 3375's supplement offering related to Sports Pools is contingent upon the modification or the overruling of current federal regulations prohibiting such sports pools. Absent a change in federal prohibition of sports books, no revenue will be realized as a result of sports books in Oklahoma.

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