

Bill Summary
2nd Session of the 59th Legislature

Bill No.:	SB 1434
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Author:	Sen. Murdock
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Bill Analysis

SB 1434 authorizes the Oklahoma Lottery Commission to enter into agreements with other states or sovereigns for the operation, participation in marketing, and promotion of sports pools. The Commission may enter into an agreement with federally recognized tribes or in-person sports pool games only if a cooperative agreement authorizing the Commission to do so has been entered into by the Governor and such a tribe and has been further approved by the Joint Committee on State Tribal Relations. The Commission is directed to develop a list of objective criteria and to consider such factors as financial responsibility of the applicant, security of the place of business or activity of the applicant, accessibility to the public, integrity, and reputation. Applicants must comply with relevant tax regulations as well as not been convicted of a criminal offense related to the security or integrity of the lottery in this jurisdiction, illegal gambling activity, false statements, false swearing, or perjury.

Any person or entity found to have violated a provision of the Oklahoma Education Lottery Act may be subject to termination of contract. Contracts may be renewed annually, subject to the discretion of the Commission. The measure provides that an authorized entity shall owe 15% of the adjusted gross revenues received in a calendar year from the play of sports pools or an initial fee of \$500,000.00 and annual fee of \$100,000.00 for wagering conducted on mobile devices. Entities conducting wagering on mobile devices shall also owe 20% of the adjusted gross revenues received in a calendar year. The Commission shall submit an annual report to the Governor, State Auditor and Inspector, Oklahoma State Bureau of Investigation, and Attorney General disclosing the total sports pools revenues, prize disbursements, operating expenses, and administrative expenses of the Commission. The measure creates the Sports Pools Fund which shall consist of all monies received by the Commission from net revenue received from sports pools wagering and license fees. The measure appropriates \$1 million from the fund to the Department of Mental Health and Substance Abuse Services to treat individuals who may struggle with gambling addiction. The measure repeals language prohibiting the establishment of any Class III gaming establishment unless specifically allowed by law and by a cooperative agreement with a federally recognized Indian tribe.

Repealer: [3A O.S. Section 735](#)

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