

**SENATE REVENUE COMMITTEE**  
**FEBRUARY 12, 2003 1:00 PM STATE CAPITOL BUILDING**

Members Present: Senator Ryan Deckert, Chair  
Senator Ted Ferrioli, Vice Chair  
Senator Tony Corcoran  
Senator Charlie Ringo  
Senator Bruce Starr

Members Excused: Senator Lenn Hannon

Witness Present: Brenda Rocklin, Oregon State Lottery

Staff Present: Paul Warner, Legislative Revenue Office  
Dick Yates, Legislative Revenue Office  
Tara Lantz, Committee Assistant

**TAPE 28, SIDE A**

004	Chair Deckert	Calls meeting to order at 1:11 pm.
008	Dick Yates	Briefly outlines presentation: Oregon State Lottery. Exhibit 1, slide 1.
035	Yates	Discusses lottery terminology. Exhibit 1, slide 2.
059	Yates	Discusses lottery history. Exhibit 1, slides 3-4.
101	Yates	Discusses traditional lottery games net receipts and revenue. Exhibit 1, slides 5-7.
158	Yates	Discusses video lottery revenue. Exhibit 1, slides 8-9.
174	Yates	Discusses total lottery revenue. Exhibit 1, slides 10-11.
188	Yates	Discusses lottery transfers. Exhibit 1, slides 12-13.
240	Yates	Discusses issues with line games. Exhibit 1, slides 13-14.
305	Yates	Discusses issues with video payout percentages. Exhibit 1, slides 14-16.
367	Sen. Ringo	Asks how Oregon's video compensation rates compare with other states.  Discussion follows.
406	Sen. Deckert	Asks if the legislature has the authority to change compensation rates.  Discussion follows.

**TAPE 29, SIDE A**

027	Yates	Discusses maximizing retail compensation and the implied revenue impact.  Questions and answers interspersed.
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108 Yates Discusses issues with lottery expenses. Exhibit 1, slide 17.  
130 Yates Discusses issues with lottery advertising. Exhibit 1, slides 18-20.

OPENS PUBLIC HEARING ON SB 173

189 Brenda Rocklin Discusses changes that have been made at the Lottery since she became interim director.  
250 Yates Explains SB 173, which requires that the lottery will provide a W2G income report to the prize recipient for each prize that exceeds \$600. Exhibit 2.  
276 Rocklin Testifies in support of SB 173 because it is cost-effective and ensures that prize winners get a W2G form. Exhibit 5.

CLOSES PUBLIC HEARING ON SB 173

OPENS WORK SESSION ON SB 173

315 Sen. Corcoran MOTION: MOVE SB 173 TO THE SENATE FLOOR WITH A DO PASS RECOMMENDATION.  
320 Sen. Deckert ORDER:  
ROLL CALL VOTE: MOTION PASSES: 4-0-2.  
SENATORS ANSWERING AYE: CORCORAN, RINGO, FERRIOLI, DECKERT.  
SENATORS EXCUSED: HANNON, STARR.  
Sen. Corcoran will carry the bill on the Senate Floor.  
Placed on consent calendar.

CLOSES WORK SESSION ON SB 173

326 Sen. Deckert Adjourns meeting at 2:01 pm.

Tape Log Submitted by,

Tara Lantz, Committee Assistant Reviewed by Kim Taylor James

Exhibit Summary:

1. Dick Yates, Oregon State Lottery, 12pp.
2. SB 173, Dick Yates, Staff Measure Summary, 1p.
3. SB 173, Dick Yates, Revenue Impact Statement, 1p.
4. SB 173, Dick Yates, Fiscal Impact Statement, 1p.
5. SB 173, Brenda Rocklin, Written Testimony, 1p.