## As Reported by the Senate State and Local Government and Veterans Affairs Committee

125th General Assembly Regular Session 2003-2004

H. B. No. 477

Representatives Flowers, Collier, Schlichter, Miller, Cirelli, Harwood, Allen, McGregor, Clancy, S. Patton, Brown, Aslanides, Callender, Carano, Carmichael, Daniels, DeBose, Distel, Domenick, C. Evans, D. Evans, Hughes, Key, Latta, Martin, Mason, Olman, Otterman, T. Patton, Perry, Price, Reidelbach, Schmidt, G. Smith, J. Stewart, Strahorn, Wagner, Walcher, Wolpert

## Senators Roberts, Goodman, Schuring

A BILL

То	amend sections 3770.02, 3793.01, and 3793.02 of	1
	the Revised Code to require the Director of the	2
	State Lottery Commission to enter into an	3
	agreement with the Department of Alcohol and Drug	4
	Addiction Services for the operation of a program	5
	for gambling addiction, to require the Commission	6
	to pay for the operation of that program, and to	7
	require the Department to provide gambling	8
	addiction services.	9

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 3770.02, 3793.01, and 3793.02 of the	10
Revised Code be amended to read as follows:	11
Sec. 3770.02. (A) Subject to the advice and consent of the	12
senate, the governor shall appoint a director of the state lottery	13

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commission who shall serve at the pleasure of the governor. The director shall devote full time to the duties of the office and shall hold no other office or employment. The director shall meet all requirements for appointment as a member of the commission and shall, by experience and training, possess management skills that would equip the director to administer an enterprise of the nature of a state lottery. The director shall receive an annual salary in accordance with pay range 48 of section 124.152 of the Revised Code.

- (B)(1) The director shall attend all meetings of the

  commission and shall act as its secretary. The director shall keep

  a record of all commission proceedings and shall keep the

  commission's records, files, and documents at the commission's

  principal office. All records of the commission's meetings shall

  be available for inspection by any member of the public, upon a

  showing of good cause and prior notification to the director.

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- (2) The director shall be the commission's executive officer
  and shall be responsible for keeping all commission records and
  supervising and administering the state lottery in accordance with
  this chapter, and carrying out all commission rules adopted under
  section 3770.03 of the Revised Code.
- (C)(1) The director shall appoint an assistant director and, 35 deputy directors of marketing, operations, sales, finance, public 36 relations, security, and administration, and as many regional 37 managers as are required. The director may also appoint necessary 38 professional, technical, and clerical assistants. All such 39 officers and employees shall be appointed and compensated pursuant 40 to Chapter 124. of the Revised Code. Regional and assistant 41 regional managers, sales representatives, and any lottery 42 executive account representatives shall remain in the unclassified 43 service. 44
  - (2) The director, in consultation with the director of

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administrative services, may establish standards of proficiency and productivity for commission field representatives.

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- (D) The director shall request the bureau of criminal identification and investigation, the department of public safety, or any other state, local, or federal agency to supply the director with the criminal records of any job applicant and may periodically request the criminal records of commission employees. At or prior to the time of making such a request, the director shall require a job applicant or commission employee to obtain fingerprint cards prescribed by the superintendent of the bureau of criminal identification and investigation at a qualified law enforcement agency, and the director shall cause these fingerprint cards to be forwarded to the bureau of criminal identification and investigation and the federal bureau of investigation. The commission shall assume the cost of obtaining the fingerprint cards and shall pay to each agency supplying criminal records for each investigation under this division a reasonable fee, as determined by the agency.
- (E) The director shall license lottery sales agents pursuant 64 to section 3770.05 of the Revised Code and, when it is considered 65 necessary, may revoke or suspend the license of any lottery sales 66 67 agent.
- (F) The director shall confer at least once each month with the commission, at which time the director shall advise it regarding the operation and administration of the lottery. The director shall make available at the request of the commission all documents, files, and other records pertaining to the operation and administration of the lottery. The director shall prepare and make available to the commission each month a complete and accurate accounting of lottery revenues, prize money disbursements and the cost of goods and services awarded as prizes, operating expenses, and all other relevant financial information, including

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an accounting of all transfers made from any lottery funds in the	78
custody of the treasurer of state to benefit education.	79
(G) The director may enter into contracts for the operation	80
or promotion of the lottery pursuant to Chapter 125. of the	81
Revised Code. <del>The director may enter into agreements to assist</del>	82
organizations that deal with problem gambling.	83
(H)(1) Pursuant to rules adopted by the commission under	84
section 3770.03 of the Revised Code, the director shall require	85
any lottery sales agents to either mail directly to the commission	86
or deposit to the credit of the state lottery fund, in banking	87
institutions designated by the treasurer of state, net proceeds	88
due the commission as determined by the director, and to file with	89
the director or the director's designee reports of their receipts	90
and transactions in the sale of lottery tickets in the form	91
required by the director.	92
(2) Pursuant to rules adopted by the commission under Chapter	93
119. of the Revised Code, the director may impose penalties for	94
the failure of a sales agent to transfer funds to the commission	95
in a timely manner. Penalties may include monetary penalties,	96
immediate suspension or revocation of a license, or any other	97
penalty the commission adopts by rule.	98
(I) The director may arrange for any person, or any banking	99
institution, to perform functions and services in connection with	100
the operation of the lottery as the director may consider	101
necessary to carry out this chapter.	102
(J)(1) As used in this chapter, "statewide joint lottery	103
game" means a lottery game that the commission sells solely within	104
this state under an agreement with other lottery jurisdictions to	105
sell the same lottery game solely within their statewide or other	106
jurisdictional boundaries.	107
(2) If the governor directs the director to do so, the	108

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director shall enter into an agreement with other lottery	109
jurisdictions to conduct statewide joint lottery games. If the	110
governor signs the agreement personally or by means of an	111
authenticating officer pursuant to section 107.15 of the Revised	112
Code, the director then may conduct statewide joint lottery games	113
under the agreement.	114
(3) The entire net proceeds from any statewide joint lottery	115
games shall be used to fund elementary, secondary, vocational, and	116
special education programs in this state.	117
(4) The commission shall conduct any statewide joint lottery	118
games in accordance with rules it adopts under division (B)(5) of	119
section 3770.03 of the Revised Code.	120
(K)(1) The director shall enter into an agreement with the	121
department of alcohol and drug addiction services under which the	122
department shall provide a program of gambling addiction services	123
on behalf of the commission. The commission shall pay the costs of	124
the program provided pursuant to the agreement.	125
(2) As used in this section, "gambling addiction services"	126
has the same meaning as in section 3793.01 of the Revised Code.	127
Sec. 3793.01. (A) As used in this chapter:	128
(1) "Alcoholism" means the chronic and habitual use of	129
alcoholic beverages by an individual to the extent that <del>he</del> the	130
<u>individual</u> no longer can control <u>his</u> <u>the individual's</u> use of	131
alcohol or endangers the health, safety, or welfare of <a href="himself">himself</a> the	132
<u>individual</u> or others.	133
(2) "Alcoholic" means a person suffering from alcoholism.	134
(3) "Drug addiction" means the use of a drug of abuse, as	135
defined in section 3719.011 of the Revised Code, by an individual	136
to the extent that <del>he</del> the individual becomes physically or	137
psychologically dependent on the drug or endangers the health,	138

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safety, or welfare of <pre>himself</pre> <pre>the individual</pre> or others.	139
(4) "Alcohol and drug addiction services" means services,	140
including intervention, for the treatment of alcoholics or persons	141
who abuse drugs of abuse and for the prevention of alcoholism and	142
drug addiction.	143
(5) "Alcohol and drug addiction program" means a program that	144
provides alcohol or drug addiction services and includes a	145
facility or entity that operates such a program.	146
(6) "Gambling addiction" means the use of gambling by an	147
individual to the extent that it causes psychological, financial,	148
emotional, marital, legal, or other difficulties endangering the	149
health, safety, or welfare of the individual or others.	150
(7) "Gambling addiction services" means services for the	151
treatment of persons who have a gambling addiction and for the	152
prevention of gambling addiction.	153
(B) Any reference in this chapter to a board of alcohol, drug	154
addiction, and mental health services also refers to an alcohol	155
and drug addiction services board in a service district in which	156
an alcohol and drug addiction services board has been established	157
under section 340.021 of the Revised Code.	158
Sec. 3793.02. (A) The department of alcohol and drug	159
addiction services shall promote, assist in developing, and	160
coordinate or conduct programs of education and research for the	161
prevention of alcohol and drug addiction and for, the prevention	162
of gambling addiction, the treatment, including intervention, of	163
alcoholics and persons who abuse drugs of abuse, including	164
anabolic steroids, and the treatment, including intervention, of	165
persons with gambling addictions. Programs established by the	166
department shall include abstinence-based prevention and treatment	167
programs.	168

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(B) In addition to the other duties prescribed by this	169
chapter, the department shall do all of the following:	170
(1) Promote and coordinate efforts in the provision of	171
alcohol and drug addiction services and of gambling addiction	172
services by other state agencies, as defined in section 1.60 of	173
the Revised Code; courts; hospitals; clinics; physicians in	174
private practice; public health authorities; boards of alcohol,	175
drug addiction, and mental health services; alcohol and drug	176
addiction programs; law enforcement agencies; gambling addiction	177
<pre>programs; and related groups;</pre>	178
(2) Provide for education and training in prevention,	179
diagnosis, treatment, and control of alcohol and drug addiction	180
and of gambling addiction for medical students, physicians,	181
nurses, social workers, professional counselors, psychologists,	182
and other persons who provide alcohol and drug addiction services	183
or gambling addiction services;	184
(3) Provide training and consultation for persons who	185
supervise alcohol and drug addiction programs and facilities or	186
gambling addiction programs and facilities;	187
(4) Develop measures for evaluating the effectiveness of	188
alcohol and drug addiction services, including services that use	189
methadone treatment, and of gambling addiction services, and for	190
increasing the accountability of alcohol and drug addiction	191
programs and of gambling addiction programs;	192
(5) Provide to each court of record, and biennially update, a	193
list of the treatment and education programs within that court's	194
jurisdiction that the court may require an offender, sentenced	195
pursuant to section 4511.19 of the Revised Code, to attend;	196
(6) Print and distribute the warning sign described in	197
sections 3313.752, 3345.41, and 3707.50 of the Revised Code <u>;</u>	198

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(7) Provide a program of gambling addiction services on	199
behalf of the state lottery commission, pursuant to an agreement	200
entered into with the director of the commission under division	201
(K) of section 3770.02 of the Revised Code.	202
(C) The department may accept and administer grants from	203
public or private sources for carrying out any of the duties	204
enumerated in this section.	205
(D) Pursuant to Chapter 119. of the Revised Code, the	206
department shall adopt a rule defining the term "intervention" as	207
it is used in this chapter in connection with alcohol and drug	208
addiction services and in connection with gambling addiction	209
services. The department may adopt other rules as necessary to	210
implement the requirements of this chapter.	211
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Section 2. That existing sections 3770.02, 3793.01, and	212
3793.02 of the Revised Code are hereby repealed.	213
Section 3. (A) Except as otherwise provided in division (B)	214
of this section, upon the taking effect of this section, any	215
business commenced but not completed by the State Lottery	216
Commission or the Director of the Commission with respect to	217
agreements to assist organizations that deal with problem gambling	218
shall be completed by the Department of Alcohol and Drug Addiction	219
Services or the Director of Alcohol and Drug Addiction Services as	220
if completed by the Commission or the Director of the Commission.	221
No validation, cure, right, privilege, remedy, obligation, or	222
liability is lost or impaired by reason of the transfer required	223
by this section, and that validation, cure, right, privilege,	224
remedy, obligation, or liability shall be administered by the	225
Department. All of the Commission's rules, orders, and	226
determinations with respect to agreements to assist organizations	227
that deal with problem gambling continue in effect as rules,	228
orders, and determinations of the Department, until modified or	229

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rescinded by the Department.	230
Whenever the Commission or the Director of the Commission is	231
referred to in any law, contract, or other document with respect	232
to agreements to assist organizations that deal with problem	233
gambling, the reference shall be deemed to refer to the Department	234
or the Director of Alcohol and Drug Addiction Services, whichever	235
is appropriate.	236
No action or proceeding with respect to agreements to assist	237
organizations that deal with problem gambling that is pending on	238
the effective date of this act is affected by the transfer, and	239
that action or proceeding shall be prosecuted or defended in the	240
name of the Department or the Director of Alcohol and Drug	241
Addiction Services. In all such actions and proceedings, the	242
Department or the Director of Alcohol and Drug Addiction Services	243
upon application to the court shall be substituted as a party.	244
(B) The Commission shall pay any costs the Department incurs	245
pursuant to agreements to assist organizations that deal with	246
problem gambling that are transferred to the Department under	247
division (A) of this section.	248