

Amend CSSB 270 by adding the following appropriately numbered section to the bill and renumbering subsequent sections as appropriate:

SECTION _____. (a) Section 466.156, Government Code, is amended to read as follows:

Sec. 466.156. BOND; INSURANCE. (a) Each sales agent shall post a cash bond, surety bond, letter of credit, certificate of deposit, and/or other security approved by the executive director, including the contribution of cash to a pooled bond fund established by the executive director to protect the state from possible losses, including losses of a sales agent due to bankruptcy, theft, or loss of lottery tickets, supplies, or equipment. The amount of the security shall be determined by the executive director and must reflect the possible losses to the state from the operation of the sales agent. The total amount retained in a pooled bond fund established under this subsection may not exceed \$5 million. All losses to the state resulting from a sales agent's loss must be paid from the bond fund. The executive director may not charge a sales agent for a loss reimbursed from the bond fund.

(b) The executive director may ~~[also]~~ require a sales agent to maintain insurance ~~[if necessary]~~ to protect the interests of the state if the sales agent has not complied with the requirements of Subsection (a).

(b) This section takes effect September 1, 2003.