1   AN ACT

2 relating to measures to protect the state from theft, lost lottery

3 tickets, or other losses incurred by or in connection with lottery

4 sales agents.

5   BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6   SECTION 1. Section 466.156, Government Code, is amended to

7 read as follows:

8   Sec. 466.156. BOND; INSURANCE. (a) Each sales agent shall

9 post a cash bond, surety bond, letter of credit, certificate of

10 deposit, and/or other security approved by the executive director,

11 including the contribution of cash to a pooled bond fund

12 established by the executive director to protect the state from

13 possible losses, including losses of a sales agent due to

14 bankruptcy, theft, or loss of lottery tickets, supplies, or

15 equipment. The amount of the security shall be determined by the

16 executive director and must reflect the possible losses to the

17 state from the operation of the sales agent. The total amount

18 retained in a pooled bond fund established under this subsection

19 may not exceed $5 million. All losses to the state resulting from a

20 sales agent's loss must be paid from the bond fund. The executive

21 director may not charge a sales agent for a loss reimbursed from the

22 bond fund.

23   (b) The executive director may [also] require a sales agent

24 to maintain insurance [if necessary] to protect the interests of

1

1 the state <u>if the sales agent has not complied with the requirements</u>

2 <u>of Subsection (a)</u>.

3 　　　SECTION 2.　This Act takes effect September 1, 2003.

_____   _____
       President of the Senate   Speaker of the House

        I certify that H.B. No. 1241 was passed by the House on May 2,
2003, by a non-record vote.

                                          _____

                                                 Chief Clerk of the House

        I certify that H.B. No. 1241 was passed by the Senate on May
28, 2003, by the following vote: Yeas 31, Nays 0.

                                          _____

                                                 Secretary of the Senate

APPROVED: _____
                    Date

            _____
                  Governor