MEMORANDUM OF UNDERSTANDING (MOU)
HB 704 COMPLIANCE

Parties. This Memorandum of Understanding (MOU) is entered into between

Montana Lottery Commission (Lottery)

and

State of Montana,
Board of Horse Racing
(Board).

1. Background

1.1. House Bill 704

House Bill 704 (HB 704), Laws of 2021, created an Act that authorized the State Lottery Commission to conduct a game for the benefit of assisting and promoting live horseracing in the state of Montana.

2. Purpose

2.1. Creation of Lottery products in support of Board of Horse Racing

The purpose of this MOU is to describe the games the Lottery has created for the benefit of the Board and to comply with the responsibilities of HB 704.

3. Term

3.1. Term

The MOU's initial term is upon final signature through [April 1, 2024], unless terminated earlier as provided in this MOU.

3.2. Renewal

This MOU may be amended or renewed upon mutual agreement of the parties unless terminated earlier.

4. Duties and Responsibilities

4.1. Lottery Games

The Lottery has currently designed games, for the benefit of the Board and compliance with HB 704. The Lottery may, upon notice to the Board, designate a new game(s) to comply with HB 704.

4.2. Transfer of Lottery Game Proceeds

The Lottery, after paying for costs by the commission and prizes, shall transfer 50% of net revenue from the lottery game(s) tickets, described in Section 4.1, to the special revenue account in § 23-4-105, MCA, administered by the Board and used to promote live horseracing in the state.

4.3. Horseracing Promotion

The Lottery shall cooperate with the Board and promote live horseracing, including but not limited to posting dates of live horseraces, as part of the marketing of the lottery games.

4.4. Board Compliance

The Board shall comply with the requirements of HB 704 with any proceeds received from the Lottery as described in this MOU.

5. Liaisons and Service of Notices

Written notices, requests, complaints, or any other issues regarding this MOU should be directed to the liaison.

Lottery	Board
Scott Sales 2525 North Montana Avenue Helena, MT 59620 406-444-5800 scott.sales@mt.gov	John Hayes 1108 Central Ave. Great Falls, MT 59401 jhayes165@gmail.com

Entire MOU

5.1. Entirety of MOU

This MOU consists of these three numbered pages, any attachments, and amendments thereto, if applicable.

5.2. Order of Precedence

In the case of dispute or ambiguity arising between or among the documents, the order of precedence of document interpretation is the same.

6. Signatures

The undersigned are authorized to bind their respective parties.

State of Montana Lottery

Scott Sales
Lottery Director
scott.sales@mt.gov

DATE: 5-3-22

State of Montana Board of Horse Racing

John Hayes
Chairman
Jhayes165@gmail.com

DATE: