

TO: The Honorable Marty Wilde, House Committee On General Government

FROM: Jeff Marotta, Ph.D., ICGC-II

DATE: March 9, 2021

SUBJECT: HB 3078 – Prohibits Oregon State Lottery from offering games playable via mobile

phone, personal computer or other personal electronic device, except for certain sports

betting and multistate numbers drawing lottery games.

Chair Marty Wilde and members of the committee, my name is Jeff Marotta. I am a Senior Consultant for Problem Gambling Solutions, I am on the Board of Directors for Cascadia Whole Health Care and for the Oregon Council on Problem Gambling, I was the former administrator of the Oregon Health Authority's problem gambling programs, and founder of Voices of Problem Gambling Recovery. As a person deeply involved in Oregon's efforts to improve public health, I am pleased to speak with you today about HB 3078.

HB 3078 is a critically important bill. It rights a wrong in how groundbreaking gambling policy change occurred in Oregon. Oregon's legalized gambling landscape was significantly altered with the advent of state supported online wagering. This occurred without legislative approval or through public referendum. HB 3078 sets limits and prevents further expansion of mobile wagers without first vetting proposals within the halls of this chamber and acquiring legislative approval.

Legalized online wagering presents social and economic risks to Oregon. Consider this:

- Higher rates of disordered gambling have been found amongst Internet as compared to landbased gamblers.¹
- Legalized internet gambling is expected to increase the number of Oregonians who gamble on a regular basis thereby increase problem gambling incidence rates.²
- A recent study found that about 1 in every 60 Oregon Department of Corrections inmates
 reported their current incarceration was "primarily" due to gambling. This data suggests that
 problem gambling related imprisonments account for at least \$10 million a year in DOC related
 custody costs with millions of dollars more in other costs related to our criminal justice system.³
- Recently the British Government banned the practice of permitting credit wagering due in part
 to research that shows that 22% of online gamblers using credit cards are problem gamblers.⁴
 Amending HB 3078 to follow the United Kingdom's lead is prudent and highly recommended.

The social and economic risks associated with legalized internet gambling are real. Oregonians deserve the right for their elected representatives to debate and create critical policies that impact Oregon's economic and public health. This bill will put a stop to the undemocratic expansion of online gambling and require any future online expansion proposals to first be vetted and approved by our citizens or citizen representatives in the Oregon legislature.

Thank you for the opportunity to share some knowledge and provide the above viewpoints.

⁴ https://www.gamblingcommission.gov.uk/news-action-and-statistics/news/gambling-on-credit-cards-to-be-banned-from-april-2020

¹ Gainsbury, S. M., Russell, A., Wood, R., Hing, N., & Blaszczynski, A. (2015). How risky is Internet gambling? A comparison of subgroups of Internet gamblers based on problem gambling status. New media & society, 17(6), 861-879.

https://www.bizjournals.com/portland/news/2019/10/18/opinion-what-the-oregon-lottery-s-sports-betting.html

³ Marotta, Coe, and Highberger (manuscript in preparation). Problem gambling among incarcerated adults entering the Oregon Department of Corrections.