SB0512/889635/4

BY: Budget and Taxation Committee

<u>AMENDMENTS TO SENATE BILL 512</u> (First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 13, after "circumstances;" insert "<u>altering the distributions of</u> video lottery terminal proceeds from a video lottery facility in Allegany County; repealing certain provisions relating to a distribution of video lottery terminal proceeds to a video lottery operation licensee in Allegany County;"; and in line 19, after "Commission;" insert "<u>exempting certain video lottery terminals and certain</u> <u>associated equipment and software from the property tax; defining certain terms;</u>".

On page 2, after line 3, insert:

"<u>BY adding to</u>

<u>Article - Tax - Property</u> <u>Section 7-211(i)</u> <u>Annotated Code of Maryland</u> (2007 Replacement Volume and 2010 Supplement)".

<u>AMENDMENT NO. 2</u>

On page 4, in line 27, strike "On" and substitute "<u>EXCEPT AS PROVIDED IN</u> <u>SUBSECTION (B) OF THIS SECTION, ON</u>"; and in line 32, strike "except as provided in subsection (b) of this section,".

On page 5, in line 3, strike "(i) Except as provided in item (ii) of this item,"; strike beginning with "(ii)" in line 7 down through "**COUNTY**;" in line 9; in line 14, after "(b)" insert "<u>(1)</u>"; in the same line, strike "5" and substitute "<u>10</u>"; and strike beginning with the first "the" in line 15 down through the bracket in line 20 and substitute "<u>ON A PROPERLY APPROVED TRANSMITTAL PREPARED BY THE COMMISSION, THE COMPTROLLER SHALL PAY THE FOLLOWING AMOUNTS FROM</u>

(Over)

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THE PROCEEDS OF VIDEO LOTTERY TERMINALS AT A VIDEO LOTTERY FACILITY IN ALLEGANY COUNTY:

(I) <u>2% TO THE STATE LOTTERY AGENCY FOR COSTS AS</u> <u>DEFINED IN § 9–1A–01 OF THIS SUBTITLE;</u>

(II) TO THE VIDEO LOTTERY OPERATION LICENSEE, THE PERCENTAGE STATED IN THE ACCEPTED APPLICATION FOR THE LOCATION, NOT TO EXCEED 50%;

(III) 2.75% IN LOCAL IMPACT GRANTS, IN ACCORDANCE WITH § 9–1A–31 OF THIS SUBTITLE;

(IV) 2.5% TO THE PURSE DEDICATION ACCOUNT ESTABLISHED UNDER § 9–1A–28 OF THIS SUBTITLE;

(V) 0.75% TO THE SMALL, MINORITY, AND WOMEN–OWNED BUSINESSES ACCOUNT ESTABLISHED UNDER § 9–1A–35 OF THIS SUBTITLE; AND

(VI) THE REMAINDER TO THE EDUCATION TRUST FUND ESTABLISHED UNDER § 9–1A–30 OF THIS SUBTITLE.

(2) <u>AFTER THE FIRST 10 YEARS OF OPERATIONS AT A VIDEO</u> <u>LOTTERY FACILITY IN ALLEGANY COUNTY, THE PROCEEDS GENERATED AT THE</u> <u>FACILITY IN ALLEGANY COUNTY SHALL BE ALLOCATED AS PROVIDED IN</u> SUBSECTION (A) OF THIS SECTION".

<u>AMENDMENT NO. 3</u> On page 6, after line 31, insert: SB0512/889635/4 Amendments to SB 512 Page 3 of 3 B&T

"Article – Tax – Property

7-211.

(I) (I) (I) IN THIS SUBSECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(II) "ASSOCIATED EQUIPMENT" HAS THE MEANING STATED IN § 9-1A-01 OF THE STATE GOVERNMENT ARTICLE.

(III) "VIDEO LOTTERY TERMINAL" HAS THE MEANING STATED IN § 9-1A-01 OF THE STATE GOVERNMENT ARTICLE.

(2) VIDEO LOTTERY TERMINALS AND ANY ASSOCIATED EQUIPMENT OR SOFTWARE OWNED OR LEASED BY THE STATE LOTTERY COMMISSION AS PROVIDED IN § 9-1A-21 OF THE STATE GOVERNMENT ARTICLE ARE NOT SUBJECT TO PROPERTY TAX.".