#### SB0001/785868/1

#### BY: Committee on Ways and Means

# <u>AMENDMENTS TO SENATE BILL 1</u> (Third Reading File Bill)

#### <u>AMENDMENT NO. 1</u>

On page 1, in line 8, after "Commission;" insert "authorizing the Presiding Officers of the General Assembly to recommend individuals to the Governor for appointment to the State Lottery and Gaming Control Commission;"; in line 14, after "Commission;" insert "establishing the Joint Committee on Gaming Oversight; providing for the membership, duties, and staffing of the Committee and the appointment of cochairs; establishing that a member of the Committee may not receive compensation but may receive a certain reimbursement; requiring the Committee to submit a certain annual report;"; in line 20, after "terminals;" insert "authorizing video lottery operation licensees to retain certain funds;"; and in line 23, after "requirements;" insert "authorizing the State Racing Commission to use certain accounting services for a certain purpose; requiring certain holders of a license to hold a race meeting to reimburse the State Racing Commission for certain expenditures; altering the authorized use of certain revenues in Prince George's County to require that the revenues be used for public safety projects instead of capital projects; altering the distance from Rosecroft Raceway for purposes of determining the communities within which certain revenues may be used for certain projects;".

On page 2, in line 7, after "circumstances;" insert "<u>exempting certain video</u> lottery terminals, associated equipment and software, and table games from property tax;"; in line 11, after "circumstances;" insert "<u>altering a certain provision relating to</u> certain temporary facilities; prohibiting a certain video lottery facility from beginning certain operations in a temporary facility;"; in line 14, after "devices;" insert "authorizing, subject to a certain contingency, a holder of a video lottery facility license to apply for an additional license under certain circumstances and notwithstanding a certain prohibition against an individual or business entity owning an interest in more than one video lottery facility; authorizing, subject to a certain contingency, the State Lottery and Gaming Control Commission to allow an awardee of a video lottery

### SB0001/785868/1 Amendments to SB 1 Page 2 of 25

operation license in Prince George's County to commence operations in a permanent facility after a certain date;"; in line 26, after "grants;" insert "requiring a certain percentage of local impact grants to Prince George's County to be used for a certain purpose subject to a certain limitation; authorizing the State to reimburse Prince George's County under certain circumstances;"; in line 31, after "actions;" insert "authorizing the State Prosecutor to assess a certain penalty against a person who fails to submit a certain campaign finance statement or campaign finance report in a timely manner; requiring a regulated lobbyist that sought to influence executive or legislative action related to gaming issues in a certain special session of the General Assembly to submit a report including certain information to the State Ethics Commission on or before a certain date;"; in line 37, before "requiring" insert "stating the intent of the General Assembly that video lottery operation licensees partner with certain institutions of higher education to offer job training programs in the gaming and hospitality industries;"; strike beginning with "authorizing" in line 33 down through "license;" in line 37; and in line 38, after "reports;" insert "requiring certain holders of a license to hold a race meeting in the State to submit capital improvement plans to the State Racing Commission that contain certain information on or before a certain date and to submit a certain formal funding request; providing for forfeiture of certain funds under certain circumstances;".

On page 3, in line 8, strike "and 9-1A-01(a)" and substitute "<u>9-1A-01(a), and 9-1A-29(a)</u>"; in line 14, strike "(d)(4)" and substitute "<u>(d)</u>"; in line 15, strike "9-1A-11(c)(1)" and substitute "<u>9-1A-11(b), (c)(1),</u>"; in line 17, strike "9-1A-29(k)" and substitute "<u>9-1A-29(b) and (k)</u>"; in line 23, after "9-1A-02(b)(3)," insert "<u>9-1A-11(c)(3),</u>"; in the same line, strike the second "and"; in the same line, after "9-1A-37" insert "<u>9-1A-38</u>"; after line 35, insert:

"BY repealing and reenacting, with amendments,

<u>Article – Tax – Property</u> <u>Section 7-244</u> <u>Annotated Code of Maryland</u> (2007 Replacement Volume and 2011 Supplement)";

in line 38, after "9-1A-04," insert "<u>9-1A-11(c)(1), 9-1A-26,</u>"; and after line 41, insert:

"BY repealing and reenacting, with amendments,

<u>Article – Tax – Property</u> <u>Section 7-244</u> <u>Annotated Code of Maryland</u> (2007 Replacement Volume and 2011 Supplement) (As enacted by Section 1 of this Act)".

# AMENDMENT NO. 2

On page 5, in line 1, after "(a)" insert "(1)"; and after line 2, insert:

# "(2) THE PRESIDING OFFICER OF EITHER HOUSE OF THE GENERAL ASSEMBLY MAY RECOMMEND TO THE GOVERNOR A LIST OF INDIVIDUALS FOR APPOINTMENT TO THE COMMISSION.".

On page 23, after line 11, insert:

# "<u>9-1A-38.</u>

# (A) THERE IS A JOINT COMMITTEE ON GAMING OVERSIGHT.

# (B) THE COMMITTEE CONSISTS OF THE FOLLOWING EIGHT MEMBERS:

# (1) FOUR MEMBERS OF THE SENATE, APPOINTED BY THE PRESIDENT OF THE SENATE; AND

# (2) FOUR MEMBERS OF THE HOUSE OF DELEGATES, APPOINTED BY THE SPEAKER OF THE HOUSE.

SB0001/785868/1 Amendments to SB 1 Page 4 of 25

(C) THE MEMBERS OF THE COMMITTEE SERVE AT THE PLEASURE OF THE PRESIDING OFFICER WHO APPOINTED THEM.

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(D) THE PRESIDENT AND THE SPEAKER OF THE HOUSE SHALL APPOINT A SENATOR AND A DELEGATE, RESPECTIVELY, TO SERVE AS COCHAIRS.

(E) (1) <u>THE COMMITTEE SHALL EXAMINE:</u>

(I) THE STATUS OF THE STATE'S GAMING PROGRAM; AND

(II) THE IMPLEMENTATION OF NEW LAWS RELATING TO GAMING.

(2) <u>The Committee shall make recommendations for</u> potential improvements to the State's gaming program.

(F) <u>The Department of Legislative Services shall provide</u> <u>Staffing for the Committee.</u>

(G) <u>A MEMBER OF THE COMMITTEE MAY NOT RECEIVE COMPENSATION</u> FOR SERVING ON THE COMMITTEE, BUT IS ENTITLED TO REIMBURSEMENT FOR EXPENSES UNDER THE STANDARD STATE TRAVEL REGULATIONS, AS PROVIDED IN THE STATE BUDGET.

(H) ON OR BEFORE DECEMBER 31 OF EACH YEAR, THE COMMITTEE SHALL REPORT ITS FINDINGS AND RECOMMENDATIONS TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2–1246 OF THIS ARTICLE, THE GENERAL ASSEMBLY.".

AMENDMENT NO. 3

On page 15, in line 19, after "(5)" insert "(I) UNTIL THE ISSUANCE OF A VIDEO LOTTERY OPERATION LICENSE IN BALTIMORE CITY, 1.75% TO THE RACETRACK FACILITY RENEWAL ACCOUNT ESTABLISHED UNDER § 9-1A-29 OF THIS SUBTITLE AND DISTRIBUTED IN ACCORDANCE WITH THAT SECTION; AND

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# (II) ON OR AFTER THE ISSUANCE OF A VIDEO LOTTERY OPERATION LICENSE IN BALTIMORE CITY, ";

in the same line, strike beginning with "for" down through "facility,"; and in line 21, after "subtitle" insert "<u>AND DISTRIBUTED IN ACCORDANCE WITH THAT SECTION</u>".

On page 17, after line 10, insert:

"(a) <u>There is a Racetrack Facility Renewal Account under the authority of the</u> <u>State Racing Commission.</u>

(b) (1) The Account shall receive money as required under § 9–1A–27 of this subtitle FOR THE FIRST 16 YEARS OF OPERATIONS AT EACH VIDEO LOTTERY FACILITY.

(2) Money in the Account shall be invested and reinvested by the Treasurer and interest and earnings shall accrue to the Account.

- (3) The Comptroller shall:
  - (i) account for the Account; and

(ii) on a properly approved transmittal prepared by the State Racing Commission, issue a warrant to pay out money from the Account in the manner provided under this section.

(4) <u>The Account is a special, nonlapsing fund that is not subject to § 7–</u> <u>302 of the State Finance and Procurement Article.</u>

(5) Expenditures from the Account shall only be made on a properly approved transmittal prepared by the State Racing Commission as provided under subsection (c) of this section.

# (6) (I) SUBJECT TO SUBPARAGRAPH (II) OF THIS PARAGRAPH, THE STATE RACING COMMISSION MAY USE THE SERVICES OF A CERTIFIED PUBLIC ACCOUNTANT TO REVIEW AN ELIGIBLE REQUEST FOR A GRANT UNDER THIS SECTION.

# (II) THE HOLDER OF A LICENSE TO HOLD A RACE MEETING IN THE STATE THAT HAS REQUESTED A GRANT UNDER THIS SECTION SHALL REIMBURSE THE STATE RACING COMMISSION FOR ANY EXPENDITURES FOR SERVICES UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH.";

and in line 12, strike beginning with "on" through "**2026**," and substitute "<u>AFTER A</u> <u>VIDEO LOTTERY FACILITY HAS BEEN IN OPERATION FOR 16 YEARS</u>".

On page 34, in line 22, after "(5)" insert "(i) <u>until the issuance of a video</u> <u>lottery operation license in Baltimore City</u>, <u>1.75%</u> to the Racetrack Facility Renewal <u>Account established under § 9-1A-29 of this subtitle and distributed in accordance</u> <u>with that section; and</u>

(ii) on or after the issuance of a video lottery operation license in Baltimore City,";

and in line 22, strike beginning with "for" down through "facility,".

# SB0001/785868/1 W&M Amendments to SB 1 Page 7 of 25

On page 40, in line 17, after "(5)" insert "(i) <u>until the issuance of a video</u> <u>lottery operation license in Baltimore City</u>, <u>1.75%</u> to the Racetrack Facility Renewal <u>Account established under § 9-1A-29 of this subtitle and distributed in accordance</u> <u>with that section</u>;

(ii) <u>on or after the issuance of a video lottery operation license in</u> <u>Baltimore City,</u>";

and in line 17, strike beginning with "for" down through "facility,".

### AMENDMENT NO. 4

On page 19, in line 31, in each instance, strike the bracket.

On page 18, in line 17, strike "capital" and substitute "<u>PUBLIC SAFETY</u>"; and in the same line, strike "10" and substitute "<u>5</u>".

On page 43, in line 24, strike "capital" and substitute "<u>public safety</u>"; and in the same line, strike "10" and substitute "<u>5</u>".

### AMENDMENT NO. 5

On page 12, strike in their entirety lines 9 through 13, inclusive.

On page 32, after line 8, insert:

"(d) (1) In this subsection, "owner" includes any type of owner or beneficiary of a business entity, including an officer, director, principal employee, partner, investor, stockholder, or beneficial owner of the business entity and, notwithstanding any other provisions of this subtitle, including a person having any ownership interest regardless of the percentage of ownership interest.

(2) <u>An individual or business entity may not own an interest in more</u> than one video lottery facility.

(3) <u>A member of the Senate of Maryland or the House of Delegates</u> may not be an owner or an employee of any business entity that holds a video lottery operation license.

# (4) Notwithstanding paragraphs (1) and (2) of this subsection[,]:

(I) an individual or business entity may enter into a management agreement to operate a facility located in Allegany County that it does not own, subject to the approval of the Video Lottery Facility Location Commission and the State Lottery AND GAMING CONTROL Commission; AND

# (II) A HOLDER OF A VIDEO LOTTERY OPERATION LICENSE MAY APPLY TO THE VIDEO LOTTERY FACILITY LOCATION COMMISSION FOR AN ADDITIONAL LICENSE PROVIDED THAT THE APPLICATION REQUIRED UNDER § 9-1A-36 OF THIS SUBTITLE INCLUDES A PLAN FOR DIVESTING FROM THE VIDEO LOTTERY OPERATION LICENSE HELD ON THE DATE OF THE APPLICATION.";

and after line 16, insert:

### "<u>9–1A–11.</u>

(b) (1) Except as provided in [paragraph (2)] PARAGRAPHS (2) AND (3) of this subsection, a licensee shall commence operation of video lottery terminals in a permanent facility at the location for which the video lottery operation license has been awarded within 18 months after the license is awarded.

(2) (i) On a determination by the Commission that extenuating circumstances exist that are beyond the control of an awardee and have prevented the awardee from complying with the requirements of paragraph (1) of this subsection, the

<u>Commission may allow the awardee an extension of 6 months to comply with the requirements.</u>

(ii) <u>The Commission may not grant more than two extensions to</u> <u>an awardee under this paragraph.</u>

# (3) NOTWITHSTANDING PARAGRAPHS (1) AND (2) OF THIS SUBSECTION, THE COMMISSION MAY ALLOW AN AWARDEE OF A VIDEO LOTTERY OPERATION LICENSE IN PRINCE GEORGE'S COUNTY TO COMMENCE OPERATION IN A PERMANENT FACILITY MORE THAN 18 MONTHS, BUT NOT MORE THAN 30 MONTHS, AFTER THE LICENSE IS AWARDED.

[(3)] (4) If a video lottery operation awardee fails to comply with the requirements of this subsection, the license awarded to the awardee shall be revoked and shall automatically revert to the State.".

### AMENDMENT NO. 6

On page 32, before line 17, insert:

"(c) (1) Nothing in this subtitle may be construed to prohibit a video lottery operation licensee that is issued a license from beginning video lottery terminal **OR TABLE GAME** operations in a temporary facility that meets the minimum requirements established in regulations adopted by the State Lottery and Gaming Control Commission.

(3) NOTWITHSTANDING PARAGRAPH (1) OF THIS SUBSECTION, A VIDEO LOTTERY FACILITY IN PRINCE GEORGE'S COUNTY MAY NOT BEGIN VIDEO LOTTERY TERMINAL OR TABLE GAME OPERATIONS IN A TEMPORARY FACILITY OR IN A STRUCTURE, INCLUDING A HOTEL OR CONFERENCE CENTER, THAT EXISTS ON AUGUST 15, 2012.".

### SB0001/785868/1 Amendments to SB 1 Page 10 of 25

On page 47, strike beginning with "SECTION" in line 16 down through "license." in line 19.

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#### AMENDMENT NO. 7

On page 15, in line 25, after "(7)" insert "(I) EXCEPT AS PROVIDED IN ITEM (II) OF THIS ITEM,"; after line 27 insert:

# "(II) <u>8% TO THE VIDEO LOTTERY OPERATION LICENSEE IN</u> <u>ANNE ARUNDEL COUNTY; AND</u>".

On page 34, in line 27, after "(7)" insert "<u>(i)</u> <u>except as provided in item (ii) of</u> <u>this item</u>,"; and in line 29 after "software;" insert "<u>and</u>

(ii) <u>8% to the video lottery operation licensee in Anne Arundel</u> <u>County;</u>".

On page 40, in line 22, after "(7)" insert "<u>(i)</u> <u>except as provided in item (ii) of</u> <u>this item</u>,"; and in line 24 after "software;" insert "<u>and</u>

(ii) <u>8% to the video lottery operation licensee in Anne Arundel</u> <u>County;</u>".

On page 34, in line 32, strike "**5**%" and substitute "<u>8%</u>"; and in line 33, after "AND" insert "<u>7% TO THE LICENSEE IN</u>".

On page 40, in line 26, strike "5%" and substitute " $\underline{8\%}$ "; and in line 27, after "and" insert " $\underline{7\%}$  to the licensee in".

On page 38, in line 26, strike "AND (3)" and substitute "<u>THROUGH (5)</u>"; and strike beginning with "ANNE" in line 29 down through "SUBTITLE." in line 32 and substitute "<u>:</u>

SB0001/785868/1 Amendments to SB 1 Page 11 of 25

# (I) <u>ANNE ARUNDEL COUNTY, BY NOT MORE THAN 2% OF</u> <u>THE PROCEEDS FROM VIDEO LOTTERY TERMINALS AT THE VIDEO LOTTERY</u> FACILITY, THE PERCENTAGE UNDER § 9-1A-27(A)(8) OF THIS SUBTITLE; AND

(II) BALTIMORE CITY, BY NOT MORE THAN 3% OF THE PROCEEDS FROM VIDEO LOTTERY TERMINALS AT THE VIDEO LOTTERY FACILITY, THE PERCENTAGE UNDER § 9-1A-27(A)(8) OF THIS SUBTITLE.

(2) IF THE COMMISSION INCREASES THE PERCENTAGE OF PROCEEDS FROM VIDEO LOTTERY TERMINALS FOR THE VIDEO LOTTERY FACILITY IN ANNE ARUNDEL COUNTY UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE COMMISSION SHALL INCREASE THE PERCENTAGE OF PROCEEDS FOR THE VIDEO LOTTERY FACILITY IN BALTIMORE CITY BY AT LEAST THE SAME PERCENTAGE POINT INCREASE AS FOR ANNE ARUNDEL COUNTY.

(3) (I) IF A VIDEO LOTTERY OPERATION LICENSE IS AWARDED TO A VIDEO LOTTERY FACILITY IN PRINCE GEORGE'S COUNTY, THE COMMISSION MAY INCREASE FOR A VIDEO LOTTERY FACILITY IN CECIL COUNTY, BY NOT MORE THAN 5% OF THE PROCEEDS FROM VIDEO LOTTERY TERMINALS AT THE VIDEO LOTTERY FACILITY, THE PERCENTAGE UNDER § 9-1A-27(A)(2) OF THIS SUBTITLE.

# (II) ANY INCREASED DISTRIBUTION OF VIDEO LOTTERY TERMINAL PROCEEDS UNDER THIS PARAGRAPH FOR A VIDEO LOTTERY FACILITY IN CECIL COUNTY SHALL BE USED FOR:

<u>1.</u> <u>MARKETING, ADVERTISING, AND PROMOTIONAL</u> <u>COSTS REQUIRED UNDER § 9-1A-23 OF THIS SUBTITLE; AND</u>

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SB0001/785868/1 Amendments to SB 1 Page 12 of 25

#### W&M

#### 2. <u>CAPITAL IMPROVEMENTS AT THE VIDEO LOTTERY</u>

#### FACILITY.".

On page 39, in line 1, strike "(2)" and substitute "(4)"; in line 4, after "SUBTITLE" insert "OR UNDER PARAGRAPH (3) OF THIS SUBSECTION"; in line 10, strike "(3)" and substitute "(5)"; and in line 25, after "ANY," insert "AND COST".

#### AMENDMENT NO. 8

On page 25, after line 20, insert:

#### "<u>Article – Tax – Property</u>

7 - 244.

(a) (1) In this section the following words have the meanings indicated.

(2) <u>"Associated equipment" has the meaning stated in § 9–1A–01 of</u> the State Government Article.

# (3) "VIDEO LOTTERY OPERATION LICENSE" HAS THE MEANING STATED IN § 9-1A-01 OF THE STATE GOVERNMENT ARTICLE.

[(3)] (4) "Video lottery terminal" has the meaning stated in § 9–1A– 01 of the State Government Article.

(b) Video lottery terminals and any associated equipment or software leased by the State Lottery AND GAMING CONTROL Commission as provided in § 9–1A–21 of the State Government Article are not subject to property tax.

# SB0001/785868/1 Amendments to SB 1 Page 13 of 25

(c) An interest of a person in video lottery terminals and any associated equipment or software owned by the State Lottery AND GAMING CONTROL Commission as provided in § 9–1A–21 of the State Government Article is not subject to property tax.

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# (D) VIDEO LOTTERY TERMINALS AND ANY ASSOCIATED EQUIPMENT AND SOFTWARE OWNED OR LEASED BY A HOLDER OF A VIDEO LOTTERY OPERATION LICENSE ARE NOT SUBJECT TO PROPERTY TAX.".

On page 39, in line 1, strike "**2015**" and substitute "<u>**2019**</u>"; in line 9, strike "**NO**"; in the same line, strike "**2016**" and substitute "<u>**2019**</u>"; and after line 29, insert:

"<u>Article – Tax – Property</u>

7-244.

(a) (1) In this section the following words have the meanings indicated.

(2) <u>"Associated equipment" has the meaning stated in § 9–1A–01 of</u> <u>the State Government Article.</u>

# (3) "TABLE GAMES" HAS THE MEANING STATED IN § 9-1A-01 OF THE STATE GOVERNMENT ARTICLE.

[(3)] (4) "Video lottery operation license" has the meaning stated in § 9-1A-01 of the State Government Article.

[(4)] (5) "Video lottery terminal" has the meaning stated in § 9–1A– 01 of the State Government Article.

# SB0001/785868/1 Amendments to SB 1 Page 14 of 25

(b) Video lottery terminals and any associated equipment or software leased by the State Lottery and Gaming Control Commission as provided in § 9–1A–21 of the State Government Article are not subject to property tax.

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(c) An interest of a person in video lottery terminals and any associated equipment or software owned by the State Lottery and Gaming Control Commission as provided in § 9–1A–21 of the State Government Article is not subject to property tax.

(d) <u>Video lottery terminals</u> [and], any associated equipment and software, AND TABLE GAMES owned or leased by a holder of a video lottery operation license are not subject to property tax.".

AMENDMENT NO. 9

On page 42, in line 14, after "THAT" insert ":

# <u>1.</u> <u>50% OF</u>";

in line 16, after "PROJECTS;" insert "AND

# 2. <u>50% of the proceeds paid to Baltimore City</u> <u>Shall be used to fund the Maintenance, Operation, and Construction</u> <u>OF RECREATIONAL FACILITIES; AND</u>";

and after line 26, insert:

"(F) ON OR BEFORE DECEMBER 1, 2019, AND EVERY YEAR THEREAFTER, THE STATE LOTTERY AND GAMING CONTROL COMMISSION SHALL REPORT TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2-1246 OF THE STATE GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY ON THE DISTRIBUTION OF PROCEEDS OF VIDEO LOTTERY TERMINALS TO LICENSEES FOR THE PROCUREMENT OF VIDEO LOTTERY TERMINALS; MARKETING, ADVERTISING, AND PROMOTIONAL COSTS; AND CAPITAL IMPROVEMENTS AND THE DISTRIBUTIONS OF LOCAL IMPACT GRANTS TO JURISDICTIONS UNDER § 9-1A-31 OF THIS SUBTITLE.

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# (G) BALTIMORE CITY SHALL REPORT TO THE BALTIMORE CITY SENATE AND HOUSE DELEGATIONS BY DECEMBER 31 OF EACH YEAR AS TO THE DISTRIBUTION AND USE OF THE FUNDS PROVIDED UNDER SUBSECTION (D) OF THIS SECTION.".

On page 43, in line 1, strike "**\$200,000**" and substitute "**<u>\$130,000</u>**"; in the same line, strike "**AND**"; after line 1, insert:

# "(III) TOWN OF PERRYVILLE - \$70,000; AND";

and in line 2, strike "(III)" and substitute "(IV)".

On page 44, in line 10, after "subsection" insert "<u>AND SUBJECT TO</u> <u>PARAGRAPH (4) OF THIS SUBSECTION</u>"; and before line 28, insert:

# "(4) (I) SUBJECT TO SUBPARAGRAPH (II) OF THIS PARAGRAPH, IN PRINCE GEORGE'S COUNTY, 40% OF LOCAL IMPACT GRANTS PROVIDED UNDER THIS SECTION SHALL BE USED TO ADDRESS INFRASTRUCTURE NEEDS RELATED TO MARYLAND ROUTE 210 IN PRINCE GEORGE'S COUNTY.

(II) THE AMOUNT OF LOCAL IMPACT GRANTS USED AS PROVIDED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH MAY NOT EXCEED \$15,000,000 IN A FISCAL YEAR.

# (III) PRINCE GEORGE'S COUNTY MAY BE REIMBURSED BY THE STATE FOR ANY MONEY USED AS PROVIDED IN THIS PARAGRAPH.".

On page 47, after line 19, insert:

"SECTION 9. AND BE IT FURTHER ENACTED, That, on or before February 1, 2013, the holder of a license to hold a race meeting in the State that is eligible to receive funds from the Racetrack Facility Renewal Account under § 9-1A-29 of the State Government Article shall submit a preliminary capital improvement plan to the State Racing Commission and the Department of Budget and Management. The preliminary capital improvement plan shall include a description of the racing licensee's planned capital improvements, a preliminary project schedule, and an estimate of the funding to be requested from the Account. If the preliminary report is not submitted by the date required in this section, the racing licensee shall forfeit any right to funds in the Account and, notwithstanding any other provision of law, any unencumbered funds remaining in the Account that would otherwise be available to the racing licensee shall be paid to the Education Trust Fund established under § 9-1A-30 of the State Government Article. The racing licensee shall submit a formal funding request as provided under § 9-1A-29 of the State Government Article and regulations adopted by the State Racing Commission.".

### AMENDMENT NO. 10

On page 47, before line 20, insert:

"<u>SECTION 9A. AND BE IT FURTHER ENACTED</u>, That it is the intent of the General Assembly that video lottery operation licensees partner with Maryland institutions of higher education, such as Morgan State University and Prince George's Community College, to offer job training programs in the gaming and hospitality industries.".

# AMENDMENT NO. 11

On page 24, in line 20, strike "<u>AND</u>"; and after line 20, insert:

SB0001/785868/1 Amendments to SB 1 Page 17 of 25

#### W&M

### "(2) <u>A HOLDER OF A VIDEO LOTTERY OPERATION LICENSE; OR</u>".

On page 25, in line 4, strike "(2)" and substitute "(3)"; in lines 12 and 18, in each instance, after "ANY" insert "<u>NONFEDERAL</u>"; in line 13, after the semicolon insert "<u>OR</u>"; strike beginning with "THE" in line 14 down through "(3)" in line 16; strike beginning with the colon in line 17 down through "(I)" in line 18; and strike beginning with the semicolon in line 18 down through "<u>STATE</u>" in line 20.

#### AMENDMENT NO. 12

On page 46, strike in their entirety lines 19 through 31, inclusive, and substitute:

"(c) (1) This subsection applies from the enactment of this Act through October 21, 2012, (the transactions end date for the campaign finance report due on the second Friday, October 26, 2012, immediately preceding the November 6, 2012 general election).

(2) <u>A person subject to this section shall submit a campaign finance</u> <u>statement within 48 hours after:</u>

(i) receiving aggregate contributions of \$10,000 or more from any single contributor subsequent to the enactment of this Act or subsequent to the closing date for the person's most recent campaign finance statement or campaign finance report; or

(ii) making aggregate expenditures or becoming obligated to make aggregate expenditures of \$10,000 or more subsequent to the enactment of this Act or subsequent to the closing date for the person's most recent campaign finance statement or campaign finance report.

### SB0001/785868/1 Amendments to SB 1 Page 18 of 25

W&M

(3) <u>A campaign finance statement submitted under this subsection</u> <u>shall include only:</u>

(i) the identity of the contributor who made aggregate contributions of \$10,000 or more and the total amount of contributions the contributor made subsequent to the enactment of this Act or subsequent to the closing date for the most recent campaign finance statement or campaign finance report; or

(ii) the total amount of aggregate expenditures of \$10,000 or more made or obligated to be made subsequent to the enactment of this Act or subsequent to the closing date for the most recent campaign finance statement or campaign finance report.

(d) (1) This subsection applies from October 22, 2012 (the day following the transactions end date for the campaign finance report due on the second Friday, October 26, 2012, immediately preceding the November 6, 2012 general election) through November 9, 2012, (the first Friday after the November 6, 2012 general election).

(2) <u>A person subject to this section shall submit a campaign finance</u> <u>statement within 48 hours after:</u>

(i) receiving aggregate contributions of \$5,000 or more from any single contributor on or after October 22, 2012 or subsequent to the closing date for the person's most recent campaign finance statement; or

(ii) making aggregate expenditures or becoming obligated to make aggregate expenditures of \$5,000 or more on or after October 22, 2012 or subsequent to the closing date for the person's most recent campaign finance statement.

### SB0001/785868/1 Amendments to SB 1 Page 19 of 25

#### W&M

(3) <u>A campaign finance statement submitted under this subsection</u> <u>shall include only:</u>

(i) the identity of the contributor who made aggregate contributions of \$5,000 or more and the total amount of contributions the contributor made on or after October 22, 2012 or subsequent to the closing date for the most recent campaign finance statement; or

(ii) the total amount of aggregate expenditures of \$5,000 or more made or obligated to be made on or after October 22, 2012 or subsequent to the closing date for the most recent campaign finance statement.";

and in line 32, strike "(d)" and substitute "(e)".

On page 47, in line 2, strike "within 24 hours" and substitute "<u>on the next</u> <u>business day</u>".

### AMENDMENT NO. 13

On page 47, strike in their entirety lines 3 through 7, inclusive, and substitute:

"(f) (1) The State Prosecutor may assess a penalty against any person subject to this section who fails to file a campaign finance statement or campaign finance report in a timely manner.

(2) <u>A penalty under this subsection shall equal the greater of:</u>

(i) \$1,000 for each day or part of a day that a campaign finance statement or campaign finance report is overdue; or

(ii) <u>10% of the amount of contributions or expenditures that</u> were not reported in a timely manner.

# SB0001/785868/1 Amendments to SB 1 Page 20 of 25

(3) Except as otherwise provided in this subsection, a penalty under this subsection shall be assessed in accordance with § 13-604(b) through (f) of the Election Law Article.".

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# AMENDMENT NO. 14

On page 15, before line 1, insert:

"<u>9–1A–26.</u>

(a) (1) Except as provided in [paragraph (2)] PARAGRAPHS (2) AND (3) of this subsection, all proceeds from the operation of video lottery terminals shall be electronically transferred daily into the State Lottery Fund established under Subtitle 1 of this title and distributed as provided under § 9–1A–27 of this subtitle.

(2) <u>The requirement under paragraph (1) of this subsection does not</u> <u>apply on a day when State government is closed.</u>

(3) THE AMOUNT FROM THE PROCEEDS OF VIDEO LOTTERY TERMINALS TO BE PAID TO VIDEO LOTTERY OPERATION LICENSEES UNDER § 9-1A-27(A)(2) AND (7), (B), AND (C)(1)(II) AND (2) OF THIS SUBTITLE SHALL BE RETAINED BY THE LICENSEE.

(b) (1) The Commission shall account to the Comptroller for all of the revenue under this subtitle.

(2) The proceeds from video lottery terminals shall be under the control of the Comptroller and shall be distributed as provided under § 9–1A–27 of this subtitle.

(c) The admissions and amusement tax may not be imposed on any proceeds from the operation of video lottery terminals.";

# SB0001/785868/1 Amendments to SB 1 Page 21 of 25

and in line 3, after "section" insert "AND § 9-1A-26(A)(3) OF THIS SUBTITLE".

W&M

On page 33, in line 27, strike "paragraph (2)" and substitute "<u>paragraphs (2)</u> and (<u>3)</u>"; and after line 32, insert:

"(3) <u>The amount from the proceeds of video lottery terminals to be paid</u> to video lottery operation licensees under § 9-1A-27(a)(2) and (7), (b), and (c)(1)(ii) and (2) of this subtitle shall be retained by the licensee.".

On page 34, in line 7, after "section" insert "and § 9-1A-26(a)(3) of this subtitle".

# On page 36, in line 12, after "(D)" insert "(1) <u>EACH VIDEO LOTTERY</u> <u>OPERATION LICENSEE SHALL RETAIN 80% OF THE PROCEEDS OF TABLE GAMES</u> <u>AT THE VIDEO LOTTERY FACILITY.</u>

# <u>(2)</u>";

and strike beginning with "80%" in line 13 down through "REMAINDER" in line 15 and substitute "20% OF THE PROCEEDS OF TABLE GAMES AT THE VIDEO LOTTERY FACILITY".

On page 42, in line 6, strike the opening bracket; in the same line, after "(d)" insert "(1) <u>Each video lottery operation licensee shall retain 80% of the proceeds of table games at the video lottery facility.</u>

### <u>(2)</u>";

strike beginning with "80%" in line 7 down through "remainder" in line 8 and substitute "[20% of the proceeds of table games of the video lottery facility"; strike beginning with "(D)" in line 10 down through "PAY" in line 11; in line 13, strike "(1)" and substitute "(1)"; strike beginning with "(2)" in line 17 down through "(3)" in line

SB0001/785868/1 Amendments to SB 1 Page 22 of 25

19 and substitute "(II)"; and in line 19, strike "THE REMAINDER" and substitute "15%".

#### AMENDMENT NO. 15

On page 18, in line 26, strike "paragraph (2)" and substitute "<u>PARAGRAPHS (2)</u> <u>AND (3)</u>".

On page 19, after line 10, insert:

"(3) IN BALTIMORE CITY, LOCAL IMPACT GRANTS PROVIDED UNDER SUBSECTION (A)(1)(I) OF THIS SECTION SHALL BE USED FOR IMPROVEMENTS IN THE COMMUNITIES IN IMMEDIATE PROXIMITY TO THE VIDEO LOTTERY FACILITY AND MAY BE USED FOR THE FOLLOWING PURPOSES:

- (I) INFRASTRUCTURE IMPROVEMENTS;
- (II) FACILITIES;
- (III) PUBLIC SAFETY;
- (IV) SANITATION;

# (V) ECONOMIC AND COMMUNITY DEVELOPMENT, INCLUDING HOUSING; AND

### (VI) OTHER PUBLIC SERVICES AND IMPROVEMENTS.".

On page 44, in line 10, strike "paragraph (2)" and substitute "<u>paragraphs (2)</u> and (<u>3)</u>"; and after line 27, insert:

#### W&M

# SB0001/785868/1 Amendments to SB 1 Page 23 of 25

"(3) In Baltimore City, local impact grants provided under subsection [(a)(1)(i)] (A)(3)(I) of this section shall be used for improvements in the communities in immediate proximity to the video lottery facility and may be used for the following purposes:

(i) infrastructure improvements;

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- (ii) <u>facilities;</u>
- (iii) public safety;
- (iv) sanitation;
- (v) economic and community development, including housing;

<u>and</u>

(vi) other public services and improvements.".

#### AMENDMENT NO. 16

On page 47, after line 15, insert:

### "SECTION 8A. AND BE IT FURTHER ENACTED, That:

(a) (1) In this section the following words have the meanings indicated.

(2) <u>"Own" has the meaning stated in § 9-1A-01 of the State</u> <u>Government Article.</u>

(3) <u>"Regulated lobbyist" has the meaning stated in § 15-701 of the</u> <u>State Government Article.</u> (4) <u>"Video lottery facility" has the meaning stated in § 9-1A-01 of the</u> <u>State Government Article.</u>

W&M

(5) <u>"Video lottery operation license" has the meaning stated in § 9-1A-</u> 01 of the State Government Article.

(b) In addition to any report required under § 15-704 of the State Government Article, a regulated lobbyist that sought to influence executive or legislative action related to gaming issues in the General Assembly's Second Special Session of 2012 shall submit a report on or before September 17, 2012, to the State Ethics Commission on a form prepared by the Commission that details:

(1) all amounts expended for the purpose of influencing executive or legislative action in the special session and the nature of the expenditures by categories, as determined by the Commission;

(2) all amounts disbursed to any third-party groups or entities for purposes of influencing executive or legislative action in the special session and the dates of the disbursements; and

(3) any contributions, loans, transfers, in-kind contributions, or other transfers of value to a campaign finance entity from an applicant for a video lottery operation license, a holder of a video lottery operation license, or a person who owns an interest in the operation of a video lottery facility during the prior 6 months, including the dates and amounts of the contributions, loans, transfers, in-kind contributions, or other transfers of value.

(c) <u>A person who violates this section is subject to enforcement provisions set</u> forth in Title 15, Subtitle 9 of the State Government Article.".

AMENDMENT NO. 17

On page 48, after line 37, insert:

# SB0001/785868/1 Amendments to SB 1 Page 25 of 25

W&M

"SECTION 19. AND BE IT FURTHER ENACTED, That the provisions of § 12-309 of the Courts Article, as amended by Section 1 of this Act, shall take effect August 15, 2012, and shall apply to any appeal pending as of that date.";

and in line 38, strike "19." and substitute "20.".