

# SENATE BILL 917

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By: **Senator Edwards**

Introduced and read first time: February 13, 2013

Assigned to: Rules

Re-referred to: Budget and Taxation, February 21, 2013

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Committee Report: Favorable

Senate action: Adopted

Read second time: March 20, 2013

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## CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Allegany County – Video Lottery Terminals – Distribution of Proceeds**

3 FOR the purpose of altering a certain requirement for the distribution of certain  
4 proceeds from video lottery terminals at a video lottery facility in Allegany  
5 County; and generally relating to proceeds from video lottery terminals at a  
6 video lottery facility in Allegany County.

7 BY repealing and reenacting, without amendments,  
8 Article – State Government  
9 Section 9–1A–27(a)  
10 Annotated Code of Maryland  
11 (2009 Replacement Volume and 2012 Supplement)

12 BY repealing and reenacting, with amendments,  
13 Article – State Government  
14 Section 9–1A–27(b)(2)  
15 Annotated Code of Maryland  
16 (2009 Replacement Volume and 2012 Supplement)

17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF  
18 MARYLAND, That the Laws of Maryland read as follows:

19 **Article – State Government**

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 9–1A–27.

2 (a) Except as provided in subsections (b) and (c) of this section and §  
3 9–1A–26(a)(3) of this subtitle, on a properly approved transmittal prepared by the  
4 Commission, the Comptroller shall pay the following amounts from the proceeds of  
5 video lottery terminals at each video lottery facility:

6 (1) (i) on or before March 31, 2015, 2% to the State Lottery and  
7 Gaming Control Agency for costs as defined in § 9–1A–01 of this subtitle; and

8 (ii) beginning April 1, 2015, 1% to the State Lottery and Gaming  
9 Control Agency for costs as defined in § 9–1A–01 of this subtitle;

10 (2) to the video lottery operation licensee, the percentage stated in the  
11 accepted application for the location, not to exceed, except as provided in subsection (b)  
12 of this section, 33%;

13 (3) 5.5% in local impact grants, in accordance with § 9–1A–31 of this  
14 subtitle;

15 (4) 7% to the Purse Dedication Account established under § 9–1A–28  
16 of this subtitle, not to exceed a total of \$100,000,000 to the Account annually;

17 (5) (i) until the issuance of a video lottery operation license in  
18 Baltimore City, 1.75% to the Racetrack Facility Renewal Account established under §  
19 9–1A–29 of this subtitle and distributed in accordance with that section; and

20 (ii) on or after the issuance of a video lottery operation license in  
21 Baltimore City, 1% to the Racetrack Facility Renewal Account established under §  
22 9–1A–29 of this subtitle and distributed in accordance with that section, not to exceed  
23 a total of \$20,000,000 to the Account annually;

24 (6) 1.5% to the Small, Minority, and Women–Owned Businesses  
25 Account established under § 9–1A–35 of this subtitle;

26 (7) (i) except as provided in item (ii) of this item, 6% to the video  
27 lottery operation licensee if the video lottery operation licensee owns or leases each  
28 video lottery terminal device and the associated equipment and software; and

29 (ii) 8% to the video lottery operation licensee in Anne Arundel  
30 County;

31 (8) beginning after the issuance of a video lottery operation license for  
32 a video lottery facility in Prince George’s County, 8% to the video lottery operation  
33 licensee in Anne Arundel County and 7% to the licensee in Baltimore City for:

1 (i) marketing, advertising, and promotional costs required  
2 under § 9-1A-23 of this subtitle; and

3 (ii) capital improvements at the video lottery facilities; and

4 (9) the remainder to the Education Trust Fund established under §  
5 9-1A-30 of this subtitle.

6 (b) (2) [(i) After 1 year of operations at a video lottery facility in  
7 Allegany County, the percentage in subsection (c)(1)(ii) of this section is equal to 50%,  
8 provided that each year an amount equivalent to 0.5% of the proceeds from video  
9 lottery terminals at the video lottery facility is spent on capital improvements at the  
10 video lottery facility; or

11 (ii) after] **AFTER** the first 10 years of operations at a video  
12 lottery facility in Allegany County, the percentage:

13 [1.] **(I)** in subsection (a)(2) of this section is equal to 43%  
14 provided that each year an amount equivalent to 2.5% of the proceeds from video  
15 lottery terminals at the video lottery facility is spent on capital improvements at the  
16 video lottery facility; and

17 [2.] **(II)** in subsection (a)(1) of this section is equal to 2%.

18 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
19 October 1, 2013.

Approved:

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Governor.

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President of the Senate.

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Speaker of the House of Delegates.