SB0374/905165/2

BY: Committee on Ways and Means

<u>AMENDMENTS TO SENATE BILL 374</u> (Third Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, strike "Online Ticket Sales – Moratorium" and substitute "<u>Task Force to Study Lottery Revenue</u>"; and strike beginning with "prohibiting" in line 3 down through "Internet" in line 13 and substitute "<u>establishing the Task Force to Study Lottery Revenue</u>; providing for the composition, chair, and staffing of the Task Force; prohibiting a member of the Task Force from receiving certain compensation, but authorizing the reimbursement of certain expenses; requiring the Task Force to study and make determinations regarding certain matters; requiring the Task Force to report its findings, determinations, and any recommendations to the Governor and the General Assembly on or before a certain date; providing for the termination of this Act; and generally relating to a study of State lottery revenue".

AMENDMENT NO. 2

On page 1, strike in their entirety lines 16 through 18, inclusive, and substitute:

- "(a) <u>There is a Task Force to Study Lottery Revenue.</u>
- (b) <u>The Task Force consists of the following members:</u>

(1) one member of the Senate of Maryland, appointed by the President of the Senate;

(2) one member of the House of Delegates, appointed by the Speaker of the House;

(3) the Director of the State Lottery and Gaming Control Agency, or the Director's designee;

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(4) the Secretary of Budget and Management, or the Secretary's designee; (5) a representative of the Center of Excellence on Problem Gambling; and (6) the following members, appointed by the Governor:

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(i) <u>one representative of the retail industry that is a licensed</u>

<u>agent;</u>

- (ii) one representative of the e-commerce industry; and
- (iii) two consumer members.
- (c) Each consumer member:

(1) shall be a member of the general public familiar with games offered by the State lottery;

(2) may not be a licensee of or otherwise subject to regulation by the State Lottery and Gaming Control Agency; and

(3) for a period of at least 1 year before appointment to the Task Force, may not have had a financial interest in or have received compensation from a person regulated by the State Lottery and Gaming Control Agency.

(d) <u>The Governor shall designate the chair of the Task Force.</u>

(e) <u>The State Lottery and Gaming Control Agency shall provide staff for the</u> <u>Task Force.</u>

- (f) <u>A member of the Task Force:</u>
 - (1) may not receive compensation as a member of the Task Force; but

(2) is entitled to reimbursement for expenses under the Standard State Travel Regulations, as provided in the State budget.

- (g) <u>The Task Force shall study:</u>
 - (1) data on the causes of the decline in lottery revenue;

(2) potential innovations that may improve the lottery experience and restore revenues, including:

- (i) Maryland participation in multistate raffles;
- (ii) expansion of lottery ticket tie-ins to sports teams in the

<u>State;</u>

(iii) <u>development of means to capitalize on the consumer shift to</u> <u>digital and multiplatform use;</u>

(iv) the use of online platforms for lottery sales; and

(v) implementation of lottery games earmarked for specific purposes or causes;

(3) lottery agent commissions and bonus incentive programs; and

(4) <u>e-commerce</u>, banking, privacy, and security issues related to lottery sales through multiple sales channels and platforms.

(Over)

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(h) On or before January 1, 2015, the Task Force shall report its findings and recommendations to the Governor and, in accordance with § 2-1246 of the State Government Article, the General Assembly.

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SECTION 2. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that the State Lottery and Gaming Control Agency not implement any new e-commerce related to lottery sales before April 6, 2015.".

AMENDMENT NO. 3

On page 3, in line 13, strike "2." and substitute "3.".