Department of Legislative Services

Maryland General Assembly 2015 Session

FISCAL AND POLICY NOTE Revised

House Bill 59 Ways and Means (Delegate Reznik, et al.)

Criminal Law - Gaming - Home Games

This bill allows a person in 15 specified counties to conduct a home game, which is a game of chance or skill involving wagering that (1) is conducted in the person's home; (2) allows a player to compete directly against one or more other players; (3) does not involve a player's use of an electronic device that connects to the Internet; and (4) does not allow a person to benefit financially in any way, directly or indirectly, other than from the winnings accrued by participating as a player in the game.

Fiscal Summary

State Effect: None. General fund revenues and expenditures may decrease minimally as a result of no longer assessing monetary and/or incarceration penalties for home game violations in specified counties. However, since the Department of State Police does not devote any additional resources to monitoring or enforcing prohibitions on home games, it is assumed that violations are rarely assessed so State finances are not affected.

Local Effect: None. It is assumed that incarceration penalties for home game violations are rarely assessed, so local finances are not affected.

Small Business Effect: None.

Analysis

Current Law: A person may not:

- bet, wager, or gamble;
- make or sell a book or pool on the result of a race, contest, or contingency;
- establish, keep, rent, use, or occupy or knowingly allow to be established, kept, rented, used, or occupied, a building, vessel, or place for the purpose of betting, wagering, or gambling or making, selling, or buying books or pools on the result of a race, contest, or contingency; or
- receive, become the depository of, record, register, or forward, or propose, agree, or pretend to forward, money or any other thing or consideration of value to be bet, wagered, or gambled on the result of a race, contest, or contingency.

A qualified organization is not prevented from conducting a gaming event for the exclusive benefit of a qualified organization if an individual or a group of individuals does not benefit financially from the gaming event or receive any of the proceeds from the gaming event for personal use or benefit.

Title 12 of the Criminal Law Article specifies gaming provisions that are applicable to the State. Title 13 of the Criminal Law Article provides local gaming provisions. Local gaming provisions under Title 13, Subtitle 2 of the Criminal Law Article, to which this bill is drafted, are only applicable in Allegany, Anne Arundel, Baltimore, Calvert, Caroline, Carroll, Dorchester, Frederick, Garrett, Howard, Prince George's, St. Mary's, Somerset, Talbot, and Washington counties.

A person who violates betting, wagering, and gambling laws is guilty of a misdemeanor and on conviction is subject to imprisonment for six months to one year and/or a fine of \$200 to \$1,000.

Background: In fiscal 2014, six violations were filed in the District Court of Maryland relating to illegal betting, wagering, or gambling.

The Washington Post reports that high-stakes poker games occur in Northern Virginia. The Fairfax County Police Department recently raided a private poker game, in which the buy-in was \$20,000 and the host received a 1.5% cut from the buy-ins.

Additional Information

Prior Introductions: HB 305 of 2014 received a hearing in the House Ways and Means Committee, but no further action was taken. Its cross file, SB 428, passed the Senate and received a hearing in the House Ways and Means Committee, but no further action was taken. A similar bill, HB 486 of 2013, received a hearing in the House Ways and Means Committee, but no further action was taken.

Cross File: SB 184 (Senator King, et al.) - Judicial Proceedings.

Information Source(s): Comptroller's Office, Judiciary (Administrative Office of the Courts), Maryland State Lottery and Gaming Control Agency, Department of State Police, *The Washington Post*, Department of Legislative Services

Fiscal Note History: First Reader - January 28, 2015

md/rhh Revised - Correction - February 4, 2015

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