C7 6lr3129 CF 6lr2944

By: Cecil County Delegation

Introduced and read first time: February 8, 2016

Assigned to: Ways and Means

AN ACT concerning

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## A BILL ENTITLED

Cecil County - Video Lottery Terminals - Distribution of Proceeds

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FOR the purpose of altering the percentage of the proceeds from video lottery terminals at the video lottery facility in Cecil County that are paid to the video lottery operation licensee of the facility; requiring that a certain percentage of the proceeds from video lottery terminals at the facility be spent on certain activities and improvements; and generally relating to the percentage of the proceeds from video lottery terminals that are paid to a certain video lottery operation licensee.

- 9 BY repealing and reenacting, without amendments,
- 10 Article State Government
- 11 Section 9-1A-27(a)(2)
- 12 Annotated Code of Maryland
- 13 (2014 Replacement Volume and 2015 Supplement)
- 14 BY repealing and reenacting, with amendments,
- 15 Article State Government
- 16 Section 9–1A–27(b)
- 17 Annotated Code of Maryland
- 18 (2014 Replacement Volume and 2015 Supplement)
- 19 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 20 That the Laws of Maryland read as follows:

## 21 Article - State Government

- 22 9-1A-27.
- 23 (a) Except as provided in subsections (b) and (c) of this section and §
- 24 9-1A-26(a)(3) of this subtitle, on a properly approved transmittal prepared by the



- 1 Commission, the Comptroller shall pay the following amounts from the proceeds of video lottery terminals at each video lottery facility:
- 3 (2) to the video lottery operation licensee, the percentage stated in the accepted application for the location, not to exceed, except as provided in subsection (b) of this section, 33%;
- 6 (b) (1) Beginning July 1, 2013, for a video lottery facility in Worcester County 7 with less than 1,000 video lottery terminals, the percentage in subsection (a)(2) of this 8 section is equal to 43% provided that each year an amount equivalent to 2.5% of the 9 proceeds from video lottery terminals at the video lottery facility is spent on capital 10 improvements at the video lottery facility.
- 11 (2) After the first 10 years of operations at a video lottery facility in 12 Allegany County, the percentage:
- 13 (i) in subsection (a)(2) of this section is equal to 43% provided that 14 each year an amount equivalent to 2.5% of the proceeds from video lottery terminals at the 15 video lottery facility is spent on capital improvements at the video lottery facility; and
- 16 (ii) in subsection (a)(1) of this section is equal to 2%.
- 17 (3) For a video lottery facility in Prince George's County, the percentage in subsection (a)(2) of this section stated in the accepted application for the location may not exceed 38%.
- 20 (4) BEGINNING JULY 1, 2016, FOR A VIDEO LOTTERY FACILITY IN
  21 CECIL COUNTY, THE PERCENTAGE IN SUBSECTION (A)(2) OF THIS SECTION IS
  22 EQUAL TO 38% PROVIDED THAT EACH YEAR AN AMOUNT EQUIVALENT TO 2% OF THE
  23 PROCEEDS FROM VIDEO LOTTERY TERMINALS AT THE VIDEO LOTTERY FACILITY IS
  24 SPENT ON:
- 25 (I) MARKETING, ADVERTISING, AND PROMOTIONAL COSTS 26 REQUIRED UNDER § 9–1A–23 OF THIS SUBTITLE; AND
- 27 (II) CAPITAL IMPROVEMENTS AT THE VIDEO LOTTERY 28 FACILITY.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 2016.