

HOUSE BILL 1540

C7

6lr3385
CF SB 1025

By: **Allegany County Delegation**

Introduced and read first time: February 19, 2016

Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1 AN ACT concerning

2 **Allegany County – Video Lottery Terminals – Ownership Costs**

3 FOR the purpose of altering the distribution of proceeds from video lottery terminals at a
4 certain video lottery facility in Allegany County if the video lottery operation licensee
5 owns or leases certain devices and equipment; and generally relating to the
6 distribution of the proceeds from video lottery terminals at a video lottery facility in
7 Allegany County.

8 BY repealing and reenacting, with amendments,
9 Article – State Government
10 Section 9–1A–27(a)(7) and (c)
11 Annotated Code of Maryland
12 (2014 Replacement Volume and 2015 Supplement)

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

15 **Article – State Government**

16 9–1A–27.

17 (a) Except as provided in subsections (b) and (c) of this section and §
18 9–1A–26(a)(3) of this subtitle, on a properly approved transmittal prepared by the
19 Commission, the Comptroller shall pay the following amounts from the proceeds of video
20 lottery terminals at each video lottery facility:

21 (7) (i) except as provided in [item (ii)] **ITEMS (II) AND (III)** of this item,
22 6% to the video lottery operation licensee if the video lottery operation licensee owns or
23 leases each video lottery terminal device and the associated equipment and software; [and]

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (ii) 8% to the video lottery operation licensee in Anne Arundel
2 County; AND

3 (III) 12% TO THE VIDEO LOTTERY OPERATION LICENSEE IN
4 ALLEGANY COUNTY;

5 (c) (1) For the first 10 years of operations at a video lottery facility in Allegany
6 County, on a properly approved transmittal prepared by the Commission, the Comptroller
7 shall pay the following amounts from the proceeds of video lottery terminals at a video
8 lottery facility in Allegany County:

9 (i) 2% to the State Lottery and Gaming Control Agency for costs as
10 defined in § 9-1A-01 of this subtitle;

11 (ii) to the video lottery operation licensee, the percentage stated in
12 the accepted application for the location, not to exceed 50%;

13 (III) 12% TO THE VIDEO LOTTERY OPERATION LICENSEE IF THE
14 VIDEO LOTTERY OPERATION LICENSEE OWNS OR LEASES EACH VIDEO LOTTERY
15 TERMINAL DEVICE AND THE ASSOCIATED EQUIPMENT AND SOFTWARE;

16 [(iii)] (IV) 2.75% in local impact grants, in accordance with §
17 9-1A-31 of this subtitle;

18 [(iv)] (V) 2.5% to the Purse Dedication Account established under §
19 9-1A-28 of this subtitle;

20 [(v)] (VI) 0.75% to the Small, Minority, and Women-Owned
21 Businesses Account established under § 9-1A-35 of this subtitle; and

22 [(vi)] (VII) the remainder to the Education Trust Fund established
23 under § 9-1A-30 of this subtitle.

24 (2) After the first 10 years of operations at a video lottery facility in
25 Allegany County, the proceeds generated at the facility in Allegany County shall be
26 allocated as provided in subsections (a) and (b) of this section.

27 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
28 1, 2016.