

**Department of Fiscal Services**  
Maryland General Assembly

**FISCAL NOTE**

House Bill 1407 (Ways and Means Committee)  
(Departmental - Lottery)  
Ways and Means

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**State Lottery - Procurement - Promotion of the State Lottery**

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This departmental bill exempts the State Lottery Agency from State procurement regulations for cooperative marketing projects with the private sector if the agency determines that the marketing advantages gained for the lottery in exchange for advertising or other promotional activities provided by the lottery for private businesses are acceptable, and the agreement is reviewed by the Attorney General and approved by the director.

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**Fiscal Summary**

**State Effect:** Indeterminate effect on revenues and expenditures as discussed below.

**Local Effect:** None.

**Small Business Effect:** A small business impact statement was not provided by the State Lottery Agency in time for inclusion in this fiscal note. A revised fiscal note will be issued when the agency's assessment becomes available.

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**Fiscal Analysis**

**State Effect:** Under current law, the State Lottery Agency is subject to procurement regulations regarding its promotion activities. By exempting cooperative marketing agreements from procurement regulations, the lottery may be more easily able to obtain various goods which could be offered as prizes, which could increase sales. Any effect on revenues and expenditures would depend on the agreements entered into and the goods or services promoting the lottery which could increase sales.

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**Information Source(s):** Department of General Services, Department of Fiscal Services

**Fiscal Note History:** First Reader - March 5, 1997

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