
By: **Delegates Patterson, Howard, Swain, Valderrama, Vallario, Frush, Moe,
Branch, R. Baker, Phillips, Giannetti, and Carlson**

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Assigned to: Ways and Means

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House action: Adopted

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CHAPTER _____

1 AN ACT concerning

2 **State Lottery—Unanticipated Revenues—Public School Systems**
3 **Task Force to Study the Distribution of State Lottery Revenues**

4 FOR the purpose of ~~requiring the Comptroller to distribute certain unanticipated~~
5 ~~lottery revenues to all the public school systems in the State; requiring that~~
6 ~~public school systems use the money that is distributed only for certain~~
7 ~~purposes; specifying that the money distributed under this Act is intended to~~
8 ~~provide additional revenue for public school systems and may not supplant any~~
9 ~~other appropriation to public school systems; defining certain terms; and~~
10 ~~generally relating to the distribution of lottery proceeds to public school systems~~
11 ~~in the State~~ establishing the Task Force to Study the Distribution of State
12 Lottery Revenues; providing for the membership and duties of the Task Force;
13 requiring the Governor to appoint the Chair of the Task Force; requiring the
14 Task Force to submit a certain report to the Governor and the General Assembly
15 on or before a certain date; requiring the Department of Budget and
16 Management to provide staff support for the Task Force; providing for the
17 termination of this Act; and generally relating to the Task Force to Study the
18 Distribution of State Lottery Revenues.

19 ~~BY repealing and reenacting, with amendments,~~
20 ~~Article—State Government~~
21 ~~Section 9-120~~
22 ~~Annotated Code of Maryland~~
23 ~~(1999 Replacement Volume)~~

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

1 **Article—State Government**2 ~~9-120.~~3 (a) ~~The Comptroller shall distribute the State Lottery Fund to pay:~~4 (1) ~~on a pro rata basis for the daily and nondaily State lottery games, the~~
5 ~~expenses of administering and operating the State lottery, as authorized under this~~
6 ~~subtitle and the State budget; and~~7 (2) ~~then, except as provided in § 10-113.1 of the Family Law Article and~~
8 ~~Article 27, § 810 of the Code, the holder of each winning ticket or share.~~9 (b) (1) ~~[Promptly] EXCEPT AS PROVIDED IN SUBSECTION (C) OF THIS~~
10 ~~SECTION, PROMPTLY after the 1st day of each month, the Comptroller shall pay:~~11 (i) ~~into the Maryland Stadium Facilities Fund the money that~~
12 ~~remains in the State Lottery Fund from the proceeds of the sports lotteries conducted~~
13 ~~for the benefit of the Maryland Stadium Authority, after the distribution under~~
14 ~~subsection (a) of this section; and~~15 (ii) ~~into the General Fund of the State the money that remains in~~
16 ~~the State Lottery Fund from the proceeds of all other lotteries after the distribution~~
17 ~~under subsection (a) of this section.~~18 (2) ~~The money paid into the General Fund under this subsection is~~
19 ~~available in the fiscal year in which the money accumulates in the State Lottery~~
20 ~~Fund.~~21 (C) (1) (I) ~~IN THIS SUBSECTION THE FOLLOWING WORDS HAVE THE~~
22 ~~MEANINGS INDICATED.~~23 (II) ~~"PUBLIC SCHOOL SYSTEM" MEANS THE COLLECTION OF PUBLIC~~
24 ~~ELEMENTARY AND SECONDARY EDUCATION SCHOOLS UNDER THE CONTROL OF A~~
25 ~~COUNTY BOARD OF EDUCATION OR THE NEW BALTIMORE CITY BOARD OF SCHOOL~~
26 ~~COMMISSIONERS.~~27 (III) ~~"UNANTICIPATED REVENUES" MEANS STATE LOTTERY~~
28 ~~REVENUES THAT EXCEED BUDGETARY PROJECTIONS FOR A FISCAL YEAR.~~29 (2) ~~IF THE STATE LOTTERY RECEIVES UNANTICIPATED REVENUES FOR~~
30 ~~A FISCAL YEAR, THE COMPTROLLER:~~31 (I) ~~MAY NOT TRANSFER ANY OF THOSE REVENUES TO THE~~
32 ~~GENERAL FUND; AND~~33 (II) ~~SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, SHALL~~
34 ~~DISTRIBUTE TO EACH PUBLIC SCHOOL SYSTEM THE REVENUES ON A PRO RATA~~
35 ~~BASIS ACCORDING TO THE TOTAL LOTTERY SALES MADE IN THE COUNTY IN WHICH~~
36 ~~THE PUBLIC SCHOOL SYSTEM IS LOCATED.~~

1 ~~(3) A PUBLIC SCHOOL SYSTEM SHALL USE THE MONEY DISTRIBUTED TO~~
2 ~~IT UNDER THIS SUBSECTION ONLY FOR COMPUTER HARDWARE, COMPUTER~~
3 ~~SOFTWARE, AND RELATED INSTRUCTIONAL MATERIALS.~~

4 ~~(4) A DISTRIBUTION UNDER THIS SUBSECTION IS INTENDED TO~~
5 ~~PROVIDE ADDITIONAL REVENUE FOR A PUBLIC SCHOOL SYSTEM AND MAY NOT~~
6 ~~SUPLANT ANY OTHER DISTRIBUTION OF LOTTERY PROCEEDS TO THE PUBLIC~~
7 ~~SCHOOL SYSTEMS.~~

8 ~~{(e)} (D) The regulations of the Agency shall apportion the money in the State~~
9 ~~Lottery Fund.~~

10 (a) There is a Task Force to Study the Distribution of State Lottery Revenues.

11 (b) The Task Force shall consist of the following members:

12 (1) 2 members of the Committee on Ways and Means of the Maryland
13 House of Delegates, appointed by the Speaker of the House;

14 (2) 2 members of the Finance Committee of the Senate of Maryland,
15 appointed by the President of the Senate;

16 (3) the Secretary of Budget and Management, or the Secretary's
17 designee;

18 (4) the State Superintendent of Schools, or the State Superintendent's
19 designee;

20 (5) the Chairman of the State Lottery Commission, or the Chairman's
21 designee; and

22 (6) 2 public members, appointed by the Governor.

23 (c) The Governor shall designate the Chair of the Task Force.

24 (d) The Task Force shall:

25 (1) (i) study the current distribution of State lottery revenues; and

26 (ii) study the feasibility, need, and effect of distributing State
27 lottery revenues for purposes other than the General Fund of the State, including to
28 support public education in the State; and

29 (2) recommend any necessary and feasible changes in the distribution of
30 State lottery revenues.

31 (e) On or before December 31, 2000, the Task Force shall submit to the
32 Governor and, in accordance with § 2-1246 of the State Government Article, the
33 General Assembly a report containing the findings and recommendations of the Task
34 Force on the feasibility, need, and effect of distributing revenues from the State
35 Lottery to other purposes.

1 (f) The Department of Budget and Management shall provide staff support
2 for the Task Force.

3 (g) A member of the Task Force:

4 (1) may not receive compensation; but

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

7 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
8 ~~October~~ June 1, 2000. It shall remain effective for a period of 7 months and, at the end
9 of December 31, 2000, with no further action required by the General Assembly, this
10 Act shall be abrogated and of no further force and effect.