
By: **Senators Klausmeier, Brochin, Colburn, Hooper, Kelley, Lawlah,
Middleton, and Teitelbaum**

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Assigned to: Finance

Committee Report: Favorable with amendments
Senate action: Adopted
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CHAPTER _____

1 AN ACT concerning

2 **State Lottery Proceeds - ~~Problem Gambling Council of Maryland~~**
3 **Compulsive Gambling Grants**

4 FOR the purpose of establishing a special fund ~~created for the distribution of certain~~
5 ~~State lottery proceeds each fiscal year to the Problem Gambling Council of~~
6 ~~Maryland to provide grants to address the problem of compulsive gambling;~~
7 ~~requiring that the proceeds be used only to provide a grant for certain programs~~
8 ~~for Maryland residents; requiring a certain report~~ Secretary of Health and
9 Mental Hygiene issue certain grants to address the problem of compulsive
10 gambling; establishing the purpose of a certain pilot project; specifying the use
11 of certain funds for certain services; providing for the termination of this Act;
12 ~~and generally relating to the State lottery and the Problem Gambling Council of~~
13 ~~Maryland compulsive gambling in the State.~~

14 BY repealing and reenacting, with amendments,
15 Article - State Government
16 Section 9-120
17 Annotated Code of Maryland
18 (2004 Replacement Volume and 2005 Supplement)

19 BY repealing and reenacting, with amendments,
20 Article - Health - General
21 Section 19-803 and 19-804
22 Annotated Code of Maryland
23 (2005 Replacement Volume and 2005 Supplement)

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

3 **Article - State Government**

4 9-120.

5 (a) The Comptroller shall distribute the State Lottery Fund to pay:

6 (1) on a pro rata basis for the daily and nondaily State lottery games, the
7 expenses of administering and operating the State lottery, as authorized under this
8 subtitle and the State budget; and

9 (2) then, except as provided in § 10-113.1 of the Family Law Article and
10 § 11-618 of the Criminal Procedure Article, the holder of each winning ticket or share.

11 (b) (1) [Promptly] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS
12 SUBSECTION, PROMPTLY after the 1st day of each month, the Comptroller shall pay:

13 (i) into the Maryland Stadium Facilities Fund the money that
14 remains in the State Lottery Fund from the proceeds of the sports lotteries conducted
15 for the benefit of the Maryland Stadium Authority, after the distribution under
16 subsection (a) of this section; and

17 (ii) into the General Fund of the State the money that remains in
18 the State Lottery Fund from the proceeds of all other lotteries after the distribution
19 under subsection (a) of this section.

20 (2) ~~(4)~~ FROM MONEY THAT REMAINS IN THE STATE LOTTERY FUND
21 AFTER THE DISTRIBUTION UNDER SUBSECTION (A) OF THIS SECTION, THE
22 COMPTROLLER EACH FISCAL YEAR SHALL DISTRIBUTE \$100,000 TO A SPECIAL FUND
23 FOR THE PURPOSE OF PROVIDING GRANTS TO ADDRESS THE PROBLEM OF
24 COMPULSIVE GAMBLING IN THE STATE.

25 ~~(II) THE SPECIAL FUND SHALL BE USED ONLY TO PROVIDE A~~
26 ~~GRANT TO THE PROBLEM GAMBLING COUNCIL OF MARYLAND TO PAY OPERATING~~
27 ~~EXPENSES FOR PROGRAMS FOR MARYLAND RESIDENTS DEDICATED TO REDUCING~~
28 ~~PROBLEM GAMBLING THROUGH RESEARCH, EDUCATION, CRISIS INTERVENTION,~~
29 ~~AND SUPPORT SERVICES.~~

30 ~~(III) THE PROBLEM GAMBLING COUNCIL OF MARYLAND SHALL~~
31 ~~REPORT ANNUALLY TO THE SENATE FINANCE COMMITTEE AND HOUSE WAYS AND~~
32 ~~MEANS COMMITTEE ON THE USE OF THE GRANT ESTABLISHED UNDER~~
33 ~~SUBPARAGRAPH (II) OF THIS PARAGRAPH, INCLUDING:~~

34 1- ~~EFFORTS TO REDUCE PROBLEM GAMBLING IN~~
35 ~~MARYLAND;~~

36 2- ~~THE TYPES OF SERVICES PROVIDED TO PROBLEM~~
37 ~~GAMBLERS; AND~~

1 3. THE NUMBER OF PROBLEM GAMBLERS THAT RECEIVED
2 SERVICES.

3 [(2)] (3) The money paid into the General Fund under this subsection is
4 available in the fiscal year in which the money accumulates in the State Lottery
5 Fund.

6 (c) The regulations of the Agency shall apportion the money in the State
7 Lottery Fund.

8 **Article - Health - General**

9 19-803.

10 (A) As a pilot project, the Secretary shall [establish a center] ISSUE GRANTS
11 TO ADDRESS THE PROBLEM OF COMPULSIVE GAMBLING IN THE [for compulsive
12 gamblers at a place that the Secretary determines to be accessible to a major
13 population center of this] State.

14 (B) THE PURPOSE OF THE PILOT PROJECT ESTABLISHED UNDER SUBSECTION
15 (A) OF THIS SECTION IS TO ADDRESS THE PROBLEM OF COMPULSIVE GAMBLING IN
16 THE STATE THROUGH RESEARCH, EDUCATION, CRISIS INTERVENTION, RESIDENTIAL
17 PROGRAMS, AND SUPPORT SERVICES.

18 19-804.

19 (a) (1) The Secretary [may] SHALL make grants from or agreements for the
20 use of State FUNDS, INCLUDING FUNDS PROVIDED UNDER § 9-120(B)(2) OF THE STATE
21 GOVERNMENT ARTICLE, and federal funds to help public agencies or nonprofit
22 organizations TO ADDRESS THE PROBLEM OF COMPULSIVE GAMBLING THROUGH
23 THE ESTABLISHMENT AND OPERATION OF [operate the center for compulsive
24 gamblers and establish and operate] local programs to provide the following for
25 compulsive gamblers:

26 (i) Inpatient services.

27 (ii) Outpatient services.

28 (iii) Partial care services.

29 (iv) Aftercare services.

30 (v) Consultative services.

31 (vi) Educational services.

32 (vii) Other preventive or rehabilitative services or treatment.

33 (2) Research and training that are designed to improve or extend these
34 services are proper items of expense.

1 (b) Services under this subtitle shall be provided by public agencies or, under
2 contract, by nonprofit organizations.

3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
4 October 1, 2006. It shall remain effective for a period of 2 years and, at the end of
5 September 30, 2008, with no further action required by the General Assembly, this
6 Act shall be abrogated and of no further force and effect.