#### SB0423/319033/1

BY: Budget and Taxation Committee

# AMENDMENTS TO SENATE BILL 423

(First Reading File Bill)

# AMENDMENT NO. 1

On page 1, in the sponsor line, strike "Colburn, Garagiola, Glassman, Kasemeyer, Klausmeier," and substitute "Klausmeier, Colburn, DeGrange, Garagiola, Glassman, Kasemeyer,"; in line 3, after "issue" insert "to certain veterans' organizations"; in line 4, strike "lottery ticket terminals" and substitute "instant ticket lottery machines"; in line 5, strike "State lottery" and substitute "certain lottery machine"; in the same line, strike "to veterans' organizations"; in line 6, after "circumstances;" insert "exempting certain counties from certain provisions; requiring a veterans' organization to locate and operate certain instant ticket lottery machines in certain places; authorizing the Director to adopt certain regulations;"; strike beginning with "requiring" in line 6 down through "Fund;" in line 10; in line 10, strike "certain"; in the same line, strike "lottery" and substitute "certain lottery machine"; in line 12, strike "distributions" and substitute "deductions"; in the same line, after "made;" insert "requiring the Comptroller to distribute a certain percentage of proceeds deposited in the State Lottery Fund from certain lottery machine ticket sales by veterans' organizations to the Maryland Veterans Trust Fund;"; in line 13, strike "lottery ticket terminals" and substitute "instant ticket lottery machines"; in line 15, strike "lottery ticket terminals" and substitute "instant ticket lottery machines; defining a certain term"; in line 17, strike the second "State lottery" and substitute "certain lottery machine"; strike in their entirety lines 19 through 23, inclusive; in line 26, strike "9-119(a) and (b)" and substitute "9-120(b)"; and after line 28, insert:

"BY repealing and reenacting, without amendments,

<u>Article - State Government</u>

<u>Section 9-120(a)</u>

Annotated Code of Maryland

(2009 Replacement Volume and 2010 Supplement)".

## B&T

### AMENDMENT NO. 2

On page 2, strike in their entirety lines 3 through 6, inclusive; in line 9, after "(a)" insert "IN THIS SECTION, "VETERANS' ORGANIZATION" MEANS AN ORGANIZATION THAT IS TAX EXEMPT AND ORGANIZED AS A VETERANS' ORGANIZATION UNDER § 501(C)(19) OR § 501(C)(4) OF THE INTERNAL REVENUE CODE.

<u>(B)</u>";

in the same line, strike "(C)" and substitute "(D)"; in lines 13 and 21, strike "(b)" and "(C)", respectively, and substitute "(C)" and "(D)", respectively; in line 21, after "(1)" insert "This subsection does not apply in:

- (I) CAROLINE COUNTY;
- (II) CECIL COUNTY;
- (III) DORCHESTER COUNTY;
- (IV) KENT COUNTY;
- (V) QUEEN ANNE'S COUNTY;
- (VI) SOMERSET COUNTY;
- (VII) TALBOT COUNTY;
- (VIII) WICOMICO COUNTY; AND
- (IX) WORCESTER COUNTY.

SB0423/319033/1 Amendments to SB 423 Page 3 of 5 B&T

**(2)(I)**";

in the same line, strike "THIS SUBSECTION" and substitute "SUBPARAGRAPH (II) OF THIS PARAGRAPH";

in lines 22 and 23, strike "THREE LOTTERY TICKET TERMINALS" and substitute "FIVE INSTANT TICKET LOTTERY MACHINES"; strike beginning with "AS" in line 23 down through "ARTICLE" in line 24; and after line 24, insert:

"(II) A VETERANS' ORGANIZATION THAT IS ISSUED A LICENSE UNDER THIS SUBSECTION SHALL LOCATE AND OPERATE ITS INSTANT TICKET LOTTERY MACHINES AT ITS PRINCIPLE MEETING HALL IN THE COUNTY IN WHICH THE VETERANS' ORGANIZATION IS LOCATED.".

# AMENDMENT NO. 3

On pages 2 and 3, strike in their entirety the lines beginning with line 25 on page 2 through line 7 on page 3, inclusive.

On page 3, in line 8, strike "(III)" and substitute "(3)"; strike beginning with "AND" in line 9 down through "MADE" in line 10 and substitute "AS PROVIDED UNDER § 9-117 OF THIS SUBTITLE"; in line 12, strike "LOTTERY TICKETS" and substitute "TICKETS FROM INSTANT TICKET LOTTERY MACHINES"; in line 13, after "SUBTITLE" insert "TO BE DISTRIBUTED AS PROVIDED UNDER § 9-120(B) OF THIS SUBTITLE"; in line 14, strike "(3)" and substitute "(4)"; in lines 16 and 17, strike "LOTTERY TICKET TERMINALS" and substitute "INSTANT TICKET LOTTERY MACHINES"; in line 19, strike "LOTTERY TICKETS" and substitute "TICKETS FROM INSTANT TICKET LOTTERY MACHINES"; in lines 19 and 20, strike "USED FOR CHARITABLE PURPOSES OR"; in lines 20 and 21, strike "THE MARYLAND VETERANS TRUST FUND OR"; in line 22, strike "LOTTERY TICKET TERMINALS" and substitute "INSTANT TICKET LOTTERY MACHINES"; after line 22, insert:

### B&T

"(5) THE DIRECTOR MAY ADOPT REGULATIONS TO IMPLEMENT THE PROVISIONS OF THIS SUBSECTION THAT INCLUDE RESTRICTING THE LOCATION OF INSTANT TICKET LOTTERY MACHINES IN AREAS OF A VETERANS' ORGANIZATION'S PUBLIC MEETING HALL THAT IS ACCESSIBLE TO THE PUBLIC.";

and in lines 23 and 27, strike "(D)" and "(E)", respectively, and substitute "(E)" and "(F)", respectively.

On pages 3 and 4, strike in their entirety the lines beginning with line 29 on page 3 through line 28 on page 4, inclusive, and substitute:

"<u>9–120.</u>

Page 4 of 5

- (a) The Comptroller shall distribute the State Lottery Fund to pay:
- (1) on a pro rata basis for the daily and nondaily State lottery games, the expenses of administering and operating the State lottery, as authorized under this subtitle and the State budget; and
- (2) then, except as provided in § 10–113.1 of the Family Law Article and § 11–618 of the Criminal Procedure Article, the holder of each winning ticket or share.
- (b) (1) Promptly after the 1st day of each month, the Comptroller shall pay:
- (i) into the Maryland Stadium Facilities Fund the money that remains in the State Lottery Fund from the proceeds of the sports lotteries conducted for the benefit of the Maryland Stadium Authority, after the distribution under subsection (a) of this section; [and]

- (II) AFTER JUNE 30, 2012, INTO THE MARYLAND VETERANS
  TRUST FUND 10% OF THE MONEY THAT REMAINS IN THE STATE LOTTERY FUND
  FROM THE PROCEEDS OF SALES OF TICKETS FROM INSTANT TICKET LOTTERY
  MACHINES BY VETERANS' ORGANIZATIONS UNDER § 9-112(D) OF THIS
  SUBTITLE, AFTER THE DISTRIBUTION UNDER SUBSECTION (A) OF THIS SECTION;
  AND
- [(ii)] (III) into the General Fund of the State the money that remains in the State Lottery Fund from the proceeds of all other lotteries after the distribution under subsection (a) of this section.
- (2) The money paid into the General Fund under this subsection is available in the fiscal year in which the money accumulates in the State Lottery Fund.".

On page 5, in lines 10 and 11, strike "LOTTERY TICKETS" and substitute "TICKETS FROM INSTANT TICKET LOTTERY MACHINES"; and in line 11, strike "§ 9-112(C)" and substitute "§ 9-112(D)".

On page 6, lines 2 and 3, strike "lottery ticket terminals" and substitute "<u>instant</u> ticket lottery machines".