

SENATE BILL 917

C7

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By: **Senator Edwards**

Introduced and read first time: February 13, 2013

Assigned to: Rules

A BILL ENTITLED

1 AN ACT concerning

2 **Allegany County – Video Lottery Terminals – Distribution of Proceeds**

3 FOR the purpose of altering a certain requirement for the distribution of certain
4 proceeds from video lottery terminals at a video lottery facility in Allegany
5 County; and generally relating to proceeds from video lottery terminals at a
6 video lottery facility in Allegany County.

7 BY repealing and reenacting, without amendments,
8 Article – State Government
9 Section 9–1A–27(a)
10 Annotated Code of Maryland
11 (2009 Replacement Volume and 2012 Supplement)

12 BY repealing and reenacting, with amendments,
13 Article – State Government
14 Section 9–1A–27(b)(2)
15 Annotated Code of Maryland
16 (2009 Replacement Volume and 2012 Supplement)

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

19 **Article – State Government**

20 9–1A–27.

21 (a) Except as provided in subsections (b) and (c) of this section and §
22 9–1A–26(a)(3) of this subtitle, on a properly approved transmittal prepared by the
23 Commission, the Comptroller shall pay the following amounts from the proceeds of
24 video lottery terminals at each video lottery facility:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (1) (i) on or before March 31, 2015, 2% to the State Lottery and
2 Gaming Control Agency for costs as defined in § 9-1A-01 of this subtitle; and

3 (ii) beginning April 1, 2015, 1% to the State Lottery and Gaming
4 Control Agency for costs as defined in § 9-1A-01 of this subtitle;

5 (2) to the video lottery operation licensee, the percentage stated in the
6 accepted application for the location, not to exceed, except as provided in subsection (b)
7 of this section, 33%;

8 (3) 5.5% in local impact grants, in accordance with § 9-1A-31 of this
9 subtitle;

10 (4) 7% to the Purse Dedication Account established under § 9-1A-28
11 of this subtitle, not to exceed a total of \$100,000,000 to the Account annually;

12 (5) (i) until the issuance of a video lottery operation license in
13 Baltimore City, 1.75% to the Racetrack Facility Renewal Account established under §
14 9-1A-29 of this subtitle and distributed in accordance with that section; and

15 (ii) on or after the issuance of a video lottery operation license in
16 Baltimore City, 1% to the Racetrack Facility Renewal Account established under §
17 9-1A-29 of this subtitle and distributed in accordance with that section, not to exceed
18 a total of \$20,000,000 to the Account annually;

19 (6) 1.5% to the Small, Minority, and Women-Owned Businesses
20 Account established under § 9-1A-35 of this subtitle;

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

24 (ii) 8% to the video lottery operation licensee in Anne Arundel
25 County;

26 (8) beginning after the issuance of a video lottery operation license for
27 a video lottery facility in Prince George's County, 8% to the video lottery operation
28 licensee in Anne Arundel County and 7% to the licensee in Baltimore City for:

29 (i) marketing, advertising, and promotional costs required
30 under § 9-1A-23 of this subtitle; and

31 (ii) capital improvements at the video lottery facilities; and

32 (9) the remainder to the Education Trust Fund established under §
33 9-1A-30 of this subtitle.

1 (b) (2) [(i) After 1 year of operations at a video lottery facility in
2 Allegany County, the percentage in subsection (c)(1)(ii) of this section is equal to 50%,
3 provided that each year an amount equivalent to 0.5% of the proceeds from video
4 lottery terminals at the video lottery facility is spent on capital improvements at the
5 video lottery facility; or

6 (ii) after] **AFTER** the first 10 years of operations at a video
7 lottery facility in Allegany County, the percentage:

8 [1.] **(I)** in subsection (a)(2) of this section is equal to 43%
9 provided that each year an amount equivalent to 2.5% of the proceeds from video
10 lottery terminals at the video lottery facility is spent on capital improvements at the
11 video lottery facility; and

12 [2.] **(II)** in subsection (a)(1) of this section is equal to 2%.

13 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
14 October 1, 2013.