

# HOUSE BILL 202

C7, P1

6lr0550  
CF SB 1004

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By: **Delegates Bromwell, Aumann, Brooks, Ciliberti, Cluster, Folden, Grammer, Jameson, Luedtke, Metzgar, Miele, Morgan, O'Donnell, Patterson, West, and C. Wilson**

Introduced and read first time: January 21, 2016

Assigned to: Ways and Means

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Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 8, 2016

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## CHAPTER \_\_\_\_\_

1 AN ACT concerning

2 **Gaming Payouts – Donation of Coins – Maryland Veterans Trust Fund**

3 FOR the purpose of requiring the State Lottery and Gaming Control Commission to adopt  
4 regulations ~~requiring~~ authorizing certain video lottery facility licensees to adopt  
5 certain procedures for certain players to donate coins to the Maryland Veterans  
6 Trust Fund under certain circumstances; requiring the Commission to adopt  
7 regulations ~~requiring~~ authorizing certain licensees to attach certain boxes near exits  
8 in certain video lottery facilities for certain purposes; specifying the source of certain  
9 revenues for the Fund; and generally relating to gaming payouts and revenues for  
10 the Maryland Veterans Trust Fund.

11 BY repealing and reenacting, with amendments,  
12 Article – State Government  
13 Section 9–1A–04(d) and 9–913(g)  
14 Annotated Code of Maryland  
15 (2014 Replacement Volume and 2015 Supplement)

16 BY repealing and reenacting, without amendments,  
17 Article – State Government  
18 Section 9–913(e)(2)  
19 Annotated Code of Maryland  
20 (2014 Replacement Volume and 2015 Supplement)

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### EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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

3 **Article – State Government**

4 9–1A–04.

5 (d) The Commission shall adopt regulations that include the following specific  
6 provisions in accordance with this subtitle:

7 (1) establishing the methods and forms of application that an applicant for  
8 any license required under this subtitle shall follow and complete before consideration of  
9 the application by the Commission;

10 (2) establishing the methods, procedures, and form for delivery of  
11 information from an applicant or licensee concerning any person's family, habits, character,  
12 associates, criminal record, business activities, and financial affairs;

13 (3) establishing the procedures for the fingerprinting of an applicant for  
14 any license required under this subtitle or other methods of identification that may be  
15 necessary in the judgment of the Commission to accomplish effective enforcement of the  
16 provisions of this subtitle;

17 (4) establishing the manner and procedure of hearings conducted by the  
18 Commission;

19 (5) establishing the manner and method of collection of taxes, fees, and  
20 civil penalties;

21 (6) defining and limiting the areas of operation for video lottery terminals  
22 and table games, rules of video lottery terminals and table games, odds for video lottery  
23 terminals and table games, the types and values of promotional items that may be given  
24 away to encourage play of video lottery terminals and table games, the method of operation  
25 of the video lottery terminals and table games, and the number and types of table games;

26 (7) regulating the practice and procedures for negotiable transactions  
27 involving players, including limitations on the circumstances and amounts of negotiable  
28 transactions and the establishment of forms and procedures for negotiable instrument  
29 transactions, redemptions, and consolidations;

30 (8) prescribing the grounds and procedures for reprimands of licensees or  
31 the revocation or suspension of licenses issued under this subtitle;

32 (9) governing the manufacture, distribution, sale, and servicing of video  
33 lottery terminals and table games;

1 (10) establishing the procedures, forms, and methods of management  
2 controls;

3 (11) providing for minimum uniform standards of accountancy methods,  
4 procedures, and forms as are necessary to assure consistency, comparability, and effective  
5 disclosure of all financial information, including percentages of profit for video lottery  
6 terminals and table games;

7 (12) establishing periodic financial reports and the form of the reports,  
8 including an annual audit prepared by a certified public accountant licensed to do business  
9 in the State, disclosing whether the accounts, records, and control procedures examined are  
10 maintained by the video lottery operation licensee as required by this subtitle and the  
11 regulations that shall be issued under this subtitle;

12 (13) requiring licensees under this subtitle to demonstrate and maintain  
13 financial viability;

14 (14) ensuring that the operation of video lottery terminals, table games, and  
15 video lottery facilities is conducted legally;

16 (15) establishing procedures for the removal of video lottery terminals from  
17 a video lottery facility;

18 (16) determining the suitability of:

19 (i) the use of any variations or composites of the table games  
20 authorized under this subtitle after an appropriate test or experimental period under terms  
21 and conditions that the Commission may deem appropriate; and

22 (ii) any other game that is compatible with the public interest and  
23 suitable for casino use after an appropriate test or experimental period deemed appropriate  
24 by the Commission;

25 (17) establishing procedures for accounting for all money exchanged at each  
26 table game;

27 (18) establishing the number of video lottery terminals that may be removed  
28 from a video lottery facility to accommodate table games; [and]

29 **(19) ~~REQUIRING~~ AUTHORIZING LICENSEES UNDER THIS SUBTITLE TO:**

30 **(I) ESTABLISH PROCEDURES TO OFFER PLAYERS THE**  
31 **OPPORTUNITY TO DONATE COINS, WHEN RECEIVING CASH ON PAYOUT, TO THE**  
32 **MARYLAND VETERANS TRUST FUND ESTABLISHED UNDER § 9-913 OF THIS**  
33 **ARTICLE; AND**

1 (II) ATTACH DONATION BOXES NEAR THE EXITS FROM A VIDEO  
2 LOTTERY FACILITY, WITH THE PROCEEDS DEDICATED TO THE MARYLAND  
3 VETERANS TRUST FUND; AND

4 [(19)] (20) otherwise carrying out the provisions of this subtitle.  
5 9-913.

6 (e) (2) There is a Maryland Veterans Trust Fund.

7 (g) The Fund consists of:

8 (1) gifts and grants that the Trust receives under § 9-914.2(a)(1) of this  
9 subtitle; and

10 (2) contributions to the Fund from:

11 (I) the sale of tickets from instant ticket lottery machines under §  
12 9-112(d) of this title; AND

13 (II) THE DONATIONS FROM VIDEO LOTTERY FACILITY PLAYERS  
14 UNDER § 9-1A-04(D)(19) OF THIS ARTICLE.

15 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect  
16 October 1, 2016.

Approved:

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Governor.

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Speaker of the House of Delegates.

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President of the Senate.