

# SENATE BILL 1108

C7

6lr3622  
CF HB 300

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By: **Senators Salling, Bates, Eckardt, Guzzone, King, Lee, Middleton, Serafini, and Zucker**

Introduced and read first time: February 22, 2016

Assigned to: Rules

Re-referred to: Budget and Taxation, March 2, 2016

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Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: April 1, 2016

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

1 AN ACT concerning

### 2 **Video Lottery Terminals – Disposition of Unclaimed Winnings**

3 FOR the purpose of specifying that a jackpot won at a video lottery terminal that is not  
4 claimed by the winner within a certain number of days after the jackpot is won shall  
5 become the property of the State and be ~~deposited into the Education Trust Fund~~  
6 distributed in a certain manner; and generally relating to video lottery gaming in  
7 the State.

8 ~~BY adding to~~ BY repealing and reenacting, with amendments,

9 Article – State Government

10 Section ~~9-1A-22.1~~ 9-1A-26

11 Annotated Code of Maryland

12 (2014 Replacement Volume and 2015 Supplement)

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

### 15 **Article – State Government**

16 ~~**9-1A-22.1.**~~

17 9-1A-26.

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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           (a)   (1)   Except as provided in paragraphs (2) and (3) of this subsection, all  
2 proceeds from the operation of video lottery terminals and table games shall be  
3 electronically transferred daily into the State Lottery Fund established under Subtitle 1 of  
4 this title and distributed as provided under § 9-1A-27 of this subtitle.

5           (2)   The requirement under paragraph (1) of this subsection does not apply  
6 on a day when State government is closed.

7           (3)   The amount from the proceeds of video lottery terminals to be paid to  
8 video lottery operation licensees under § 9-1A-27(a)(2) and (7), (b), and (c)(1)(ii) and (2) of  
9 this subtitle shall be retained by the licensee.

10          (b)   (1)   The Commission shall account to the Comptroller for all of the revenue  
11 under this subtitle.

12          (2)   The proceeds from video lottery terminals and table games shall be  
13 under the control of the Comptroller and, EXCEPT AS PROVIDED IN SUBSECTION (C) OF  
14 THIS SECTION, shall be distributed as provided under § 9-1A-27 of this subtitle.

15          (C)   **A JACKPOT WON AT A VIDEO LOTTERY TERMINAL THAT IS NOT CLAIMED**  
16 **BY THE WINNER WITHIN 182 DAYS AFTER THE JACKPOT IS WON SHALL:**

17               (1)   **BECOME THE PROPERTY OF THE STATE; AND**

18               ~~(2)   **BE DEPOSITED INTO THE EDUCATION TRUST FUND ESTABLISHED**~~  
19 ~~**UNDER § 9-1A-30 OF THIS SUBTITLE.**~~

20               (2)   **BE DISTRIBUTED AS FOLLOWS:**

21                       (I)   **2.5% TO THE SMALL, MINORITY, AND WOMEN-OWNED**  
22 **BUSINESSES ACCOUNT ESTABLISHED UNDER § 9-1A-35 OF THIS SUBTITLE;**

23                       (II)   **9.5% IN LOCAL IMPACT GRANTS, IN ACCORDANCE WITH §**  
24 **9-1A-31 OF THIS SUBTITLE;**

25                       (III)   **10% TO THE PURSE DEDICATION ACCOUNT ESTABLISHED**  
26 **UNDER § 9-1A-28 OF THIS SUBTITLE;**

27                       (IV)   **1.5% TO THE RACETRACK FACILITY RENEWAL ACCOUNT**  
28 **ESTABLISHED UNDER § 9-1A-29 OF THIS SUBTITLE; AND**

29                       (V)   **THE REMAINDER TO THE EDUCATION TRUST FUND**  
30 **ESTABLISHED UNDER § 9-1A-30 OF THIS SUBTITLE.**

1            ~~[(c)] (D)~~    The admissions and amusement tax may not be imposed on any  
2 proceeds from the operation of video lottery terminals and table games.

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

Approved:

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Governor.

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President of the Senate.

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Speaker of the House of Delegates.