

SENATE BILL 118

C7
SB 733/16 – B&T

7lr1646

By: **Cecil County Senators**

Introduced and read first time: January 13, 2017

Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

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

3 FOR the purpose of altering the percentage of the proceeds from video lottery terminals at
4 the video lottery facility in Cecil County that are paid to the video lottery operation
5 licensee of the facility; requiring that a certain percentage of the proceeds from video
6 lottery terminals at the facility be spent on certain activities and improvements; and
7 generally relating to the percentage of the proceeds from video lottery terminals that
8 are paid to a certain video lottery operation licensee.

9 BY repealing and reenacting, without amendments,
10 Article – State Government
11 Section 9–1A–27(a)(2)
12 Annotated Code of Maryland
13 (2014 Replacement Volume and 2016 Supplement)

14 BY repealing and reenacting, with amendments,
15 Article – State Government
16 Section 9–1A–27(b)
17 Annotated Code of Maryland
18 (2014 Replacement Volume and 2016 Supplement)

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

21 **Article – State Government**

22 9–1A–27.

23 (a) Except as provided in subsections (b) and (c) of this section and §
24 9–1A–26(a)(3) of this subtitle, on a properly approved transmittal prepared by the

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 Commission, the Comptroller shall pay the following amounts from the proceeds of video
2 lottery terminals at each video lottery facility:

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

6 (b) (1) Beginning July 1, 2013, for a video lottery facility in Worcester County
7 with less than 1,000 video lottery terminals, the percentage in subsection (a)(2) of this
8 section is equal to 43% provided that each year an amount equivalent to 2.5% of the
9 proceeds from video lottery terminals at the video lottery facility is spent on capital
10 improvements at the video lottery facility.

11 (2) After the first 10 years of operations at a video lottery facility in
12 Allegany County, the percentage:

13 (i) in subsection (a)(2) of this section is equal to 43% provided that
14 each year an amount equivalent to 2.5% of the proceeds from video lottery terminals at the
15 video lottery facility is spent on capital improvements at the video lottery facility; and

16 (ii) in subsection (a)(1) of this section is equal to 2%.

17 (3) For a video lottery facility in Prince George's County, the percentage in
18 subsection (a)(2) of this section stated in the accepted application for the location may not
19 exceed 38%.

20 (4) **BEGINNING JULY 1, 2017, FOR A VIDEO LOTTERY FACILITY IN**
21 **CECIL COUNTY, THE PERCENTAGE IN SUBSECTION (A)(2) OF THIS SECTION IS**
22 **EQUAL TO 38% PROVIDED THAT EACH YEAR AN AMOUNT EQUIVALENT TO 2% OF THE**
23 **PROCEEDS FROM VIDEO LOTTERY TERMINALS AT THE VIDEO LOTTERY FACILITY IS**
24 **SPENT ON:**

25 (I) **MARKETING, ADVERTISING, AND PROMOTIONAL COSTS**
26 **REQUIRED UNDER § 9-1A-23 OF THIS SUBTITLE; AND**

27 (II) **CAPITAL IMPROVEMENTS AT THE VIDEO LOTTERY**
28 **FACILITY.**

29 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June
30 1, 2017.