SENATE BILL 988

C7 9lr3070

By: Senator King

Introduced and read first time: February 20, 2019

Assigned to: Rules

Re-referred to: Budget and Taxation, March 11, 2019

Committee Report: Favorable

Senate action: Adopted

Read second time: March 27, 2019

CHAPTER _____

1 AN ACT concerning

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Video Lottery Operation License - Renewal

- FOR the purpose of altering the number of years before the end of the term of a video lottery operation license that a licensee may apply for renewal of the license; providing for the term of a renewed license; requiring the State Lottery and Gaming Control Commission to renew a certain license unless the Commission makes a certain finding; requiring the Commission, under certain circumstances, to provide a licensee a certain hearing; providing that certain provisions of law relating to the renewal of certain licenses do not apply to video lottery operation licenses; and generally relating to the renewal of video lottery operation licenses.
- 11 BY repealing and reenacting, with amendments.
- 12 Article State Government
- 13 Section 9–1A–13 and 9–1A–17
- 14 Annotated Code of Maryland
- 15 (2014 Replacement Volume and 2018 Supplement)
- 16 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 17 That the Laws of Maryland read as follows:

Article - State Government

19 9-1A-13.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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

- 1 (a) The initial term of a video lottery operation license is 15 years from the date 2 on which the video lottery facility is issued the license by the Commission.
- 3 (b) During the initial term of a video lottery operation license, the licensee shall 4 provide the Commission with an annual update of the information required under this 5 subtitle for the issuance of a license by the date set by the Commission in regulations and 6 on the form required by the Commission.
- 7 (c) Two years before the expiration of the INITIAL 15-YEAR LICENSE term OR
 8 A RENEWAL TERM of a video lottery operation license, the licensee shall file with the
 9 Commission a notice of intent to [reapply for] APPLY FOR RENEWAL OF the license under
 10 this subtitle.
- 11 (d) **(1)** This subsection applies to the first renewal of a video 12 Lottery operation license following the initial 15–year term and each 13 Subsequent renewal of the license.
- 14 (2) A RENEWAL OF A VIDEO LOTTERY OPERATION LICENSE IS FOR A 15 TERM OF 10 YEARS.
- (3) [Within 1 year of] AT LEAST 2 YEARS BEFORE the end of the initial 15—year license term OR A RENEWAL TERM, a video lottery operation licensee may 18 [reapply for a] FILE AN APPLICATION TO RENEW A VIDEO LOTTERY OPERATION license that has a license term of 10 years and a license fee to be established by statute.
- 20 (4) ON PROPER APPLICATION FOR RENEWAL OF A VIDEO LOTTERY
 21 OPERATION LICENSE, THE COMMISSION SHALL RENEW THE LICENSE UNLESS THE
 22 COMMISSION FINDS THAT THE LICENSEE IS NO LONGER QUALIFIED UNDER THIS
 23 SUBTITLE TO HOLD A LICENSE.
- 24 (5) BEFORE DENYING AN APPLICATION UNDER THIS SUBSECTION, 25 THE COMMISSION SHALL PROVIDE THE VIDEO LOTTERY OPERATION LICENSEE AN 26 OPPORTUNITY FOR A HEARING.
- 27 (e) If a licensee has its license revoked or otherwise surrenders the license, the 28 video lottery operation license reverts to the State.
- 29 9-1A-17.
- 30 (A) THIS SECTION DOES NOT APPLY TO A VIDEO LOTTERY OPERATION 31 LICENSE.
- 32 **(B)** Subject to the power of the Commission to deny, revoke, or suspend a license, 33 a license in force may be renewed by the Commission for the next succeeding license period 34 on:

| (1) | proper application for renewal; and | | | | | | |
|-----------------------------|---|-------|---------|------------|----------------|-------------|-----------|
| (2) | payment of all required application, license, and other fees and taxes. | | | | | | |
| SECTION October 1, 2019. | 2. AND | BE IT | FURTHER | ENACTED, | That this A | ct shall ta | ke effect |
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| Approved: | | | | | | | |
| | | | | | | Governor. | |
| | | | | | President of t | he Senate. | |
| | | | | Speaker of | the House of | Delegates. | |