HB0532/703727/1

BY: Budget and Taxation Committee

AMENDMENTS TO HOUSE BILL 532

(Third Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, strike "Terminals" and substitute "Facilities"; in the same line, strike "and" and substitute a comma; in line 3, after "Proceeds" insert ", and Building Restrictions"; in lines 5 and 6, strike "of video lottery terminal proceeds" and substitute "from the State Lottery Fund"; in line 13, after "facility;" insert "requiring the State Lottery and Gaming Control Commission to include certain information in a certain report;"; in line "conforming" insert "and technical"; after line 16, insert:

"BY repealing and reenacting, with amendments,

Article – State Government

Section 9–120(b)

Annotated Code of Maryland

(2014 Replacement Volume and 2020 Supplement)

(As enacted by Chapter 33 of the Acts of the General Assembly of 2021)";

and in line 20, strike "9–1A–27(a) and (b)" and substitute "9–1A–27(b)".

On page 2, in line 3, strike "9-1A-27(c)" and substitute "9-1A-27(a) and (c)"; and after line 5, insert:

"BY repealing and reenacting, with amendments,

<u>Chapter 1 of the Acts of the Second Special Session of the General Assembly of</u> 2012

Section 10".

AMENDMENT NO. 2

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On page 2, after line 8, insert:

"<u>9–120.</u>

- (b) (1) By the end of the month following collection, the Comptroller shall deposit [or], cause to be deposited, OR PAY:
- (i) into the Maryland Stadium Facilities Fund established under § 7–312 of the State Finance and Procurement Article from the money that remains in the State Lottery Fund, after the distribution under subsection (a) of this section, an amount not to exceed \$20,000,000 in any fiscal year;
- (ii) after June 30, 2014, into the Maryland Veterans Trust Fund 10% of the money that remains in the State Lottery Fund from the proceeds of sales of tickets from instant ticket lottery machines by veterans' organizations under § 9–112(d) of this subtitle, after the distribution under subsection (a) of this section;
- (iii) after June 30, 2014, into the Baltimore City Public School Construction Financing Fund established under § 10–656 of the Economic Development Article the money that remains in the State Lottery Fund from the proceeds of all lotteries after the distributions under subsection (a) of this section and items (i) and (ii) of this paragraph, an amount equal to \$20,000,000 in each fiscal year that bonds are outstanding and unpaid, to be paid in two installments with at least \$10,000,000 paid no later than December 1 of each fiscal year;
- (iv) after June 30, 2021, into the Racing and Community Development Financing Fund established under § 10–657.2 of the Economic Development Article from the money that remains in the State Lottery Fund, after the distribution under subsection (a) of this section, an amount equal to \$17,000,000 in each fiscal year until the bonds issued for a racing facility have matured;

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(v) after June 30, 2020, into the Michael Erin Busch Sports Fund established under § 10–612.2 of the Economic Development Article from the money that remains in the State Lottery Fund from the proceeds of all lotteries after the distributions under subsection (a) of this section and items (i), (ii), and (iii) of this paragraph, an amount equal to \$1,000,000 in each fiscal year; [and]

(VI) AFTER JUNE 30, 2021, TO ANNE ARUNDEL COUNTY OR BALTIMORE CITY EACH FISCAL YEAR THE AMOUNT REQUIRED TO BE DISTRIBUTED UNDER § 9–1A–31(A)(7)(II) OF THIS TITLE TO BE USED AS REQUIRED UNDER § 9–1A–31 OF THIS TITLE; AND

[(vi)] (VII) into the General Fund of the State the money that remains in the State Lottery Fund from the proceeds of all lotteries after the distributions under subsection (a) of this section and items [(i), (ii), (iii), and (iv)] (I) THROUGH (VI) of this paragraph.

(2) The money paid into the General Fund under this subsection is available in the fiscal year in which the money accumulates in the State Lottery Fund.".

On page 3, strike in their entirety lines 18 through 26, inclusive; in lines 27 and 29, strike "[(d)] (E)" and "[(e)] (F)", respectively, and substitute "(D)" and "(E)", respectively.

On page 4, in line 3, strike "AND (D)".

On page 9, strike beginning with "<u>THE</u>" in line 7 down through "<u>SUBTITLE</u>" in line 8 and substitute "<u>THE STATE LOTTERY FUND ESTABLISHED UNDER § 9–120(B)</u> **OF THIS TITLE**".

AMENDMENT NO. 3

On page 5, in line 4, strike "BEFORE JANUARY 1, 2023,".

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AMENDMENT NO. 4

On page 6, in lines 1 and 10, in each instance, strike "JANUARY" and substitute "JULY".

AMENDMENT NO. 5

On page 9, after line 26, insert:

"Chapter 1 of the Acts of the Second Special Session of 2012

SECTION 10. AND BE IT FURTHER ENACTED, That, on or before December 1, 2022, the State Lottery and Gaming Control Commission shall:

- (1) REPORT TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY ON THE CHANGE IN EACH VIDEO LOTTERY FACILITY'S AVERAGE PAYOUT PERCENTAGE AND THE IMPACT OF THE CHANGE ON THE AMOUNT OF VIDEO LOTTERY TERMINAL PROCEEDS GENERATED AT EACH FACILITY AS A RESULT OF THE REDUCTION OF THE AVERAGE PAYOUT PERCENTAGE UNDER § 9–1A–22 OF THE STATE GOVERNMENT ARTICLE, AS ENACTED BY CHAPTER (H.B. 532) OF THE ACTS OF THE GENERAL ASSEMBLY OF 2021; AND
- (2) report and make recommendations to the Governor and, in accordance with [§ 2–1246] § 2–1257 of the State Government Article, the General Assembly on the tax structure and competitiveness of the Maryland gaming market.".