

HOUSE BILL 524

C8

3lr1413

By: **Chair, Appropriations Committee (By Request – Departmental – Stadium Authority)**

Introduced and read first time: February 1, 2023

Assigned to: Appropriations

A BILL ENTITLED

1 AN ACT concerning

2 **Maryland Stadium Authority – Supplemental Financing Funds – Camden Yards**
3 **Sports Facilities**

4 FOR the purpose of establishing the Camden Yards Football Sports Facility Supplemental
5 Financing Fund and the Camden Yards Baseball Sports Facility Supplemental
6 Financing Fund as special, nonlapsing funds to enable the Maryland Stadium
7 Authority to take certain actions; requiring the Authority to administer the funds;
8 requiring interest earnings of the funds to be credited to the funds; altering the
9 amount the Comptroller is required to distribute from the State Lottery Fund to
10 certain funds; and generally relating to the financing of Camden Yards sports
11 facilities.

12 BY repealing and reenacting, without amendments,
13 Article – Economic Development
14 Section 10–601(a) and (ccc)
15 Annotated Code of Maryland
16 (2018 Replacement Volume and 2022 Supplement)

17 BY adding to
18 Article – Economic Development
19 Section 10–652.1 and 10–652.2
20 Annotated Code of Maryland
21 (2018 Replacement Volume and 2022 Supplement)

22 BY repealing and reenacting, without amendments,
23 Article – State Finance and Procurement
24 Section 6–226(a)(2)(i)
25 Annotated Code of Maryland
26 (2021 Replacement Volume and 2022 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 BY repealing and reenacting, with amendments,
2 Article – State Finance and Procurement
3 Section 6–226(a)(2)(ii)170. and 171.
4 Annotated Code of Maryland
5 (2021 Replacement Volume and 2022 Supplement)

6 BY adding to
7 Article – State Finance and Procurement
8 Section 6–226(a)(2)(ii)172. and 173.
9 Annotated Code of Maryland
10 (2021 Replacement Volume and 2022 Supplement)

11 BY repealing and reenacting, with amendments,
12 Article – State Government
13 Section 9–120
14 Annotated Code of Maryland
15 (2021 Replacement Volume and 2022 Supplement)

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

18 **Article – Economic Development**

19 10–601.

20 (a) In this subtitle the following words have the meanings indicated.

21 (ccc) (1) “Sports facility” means:

22 (i) a stadium primarily for professional football, major league
23 professional baseball, or both, in the Baltimore metropolitan region, as defined in §
24 13–301 of this article;

25 (ii) practice fields or other areas where professional football or
26 major league professional baseball teams practice or perform; and

27 (iii) offices for professional football and major league professional
28 baseball teams or franchises.

29 (2) “Sports facility” includes parking lots, garages, and any other
30 property adjacent and directly related to an item listed in paragraph (1) of this
31 subsection.

32 (3) “Sports facility” does not include a sports entertainment facility.

33 **10–652.1.**

1 (A) IN THIS SECTION, "FUND" MEANS THE CAMDEN YARDS FOOTBALL
2 SPORTS FACILITY SUPPLEMENTAL FINANCING FUND.

3 (B) THERE IS A CAMDEN YARDS FOOTBALL SPORTS FACILITY
4 SUPPLEMENTAL FINANCING FUND.

5 (C) THE PURPOSE OF THE FUND IS TO ENABLE THE AUTHORITY TO:

6 (1) USE THE FUND AS A REVOLVING FUND FOR IMPLEMENTING
7 THIS SUBTITLE AS IT RELATES TO THE CAMDEN YARDS FOOTBALL SPORTS
8 FACILITY; AND

9 (2) PAY ANY EXPENSES INCURRED BY THE AUTHORITY THAT ARE
10 RELATED TO THE CAMDEN YARDS FOOTBALL SPORTS FACILITY.

11 (D) THE AUTHORITY SHALL ADMINISTER THE FUND.

12 (E) (1) THE FUND IS A CONTINUING, NONLAPSING FUND THAT IS NOT
13 SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

14 (2) THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY,
15 AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.

16 (F) (1) TO THE EXTENT CONSIDERED APPROPRIATE BY THE
17 AUTHORITY, THE RECEIPTS OF THE FUND SHALL BE PLEDGED TO AND CHARGED
18 WITH THE FOLLOWING RELATED TO THE CAMDEN YARDS FOOTBALL SPORTS
19 FACILITY:

20 (I) PAYMENT OF DEBT SERVICE ON AUTHORITY BONDS;

21 (II) ALL REASONABLE CHARGES AND EXPENSES RELATED TO
22 THE AUTHORITY'S BORROWING; AND

23 (III) THE MANAGEMENT OF AUTHORITY OBLIGATIONS.

24 (2) THE PLEDGE SHALL BE EFFECTIVE AS PROVIDED IN ANY
25 APPLICABLE AUTHORITY RESOLUTION.

26 (G) THE FUND CONSISTS OF:

27 (1) MONEY DISTRIBUTED TO THE FUND UNDER § 9-120(B) OF THE
28 STATE GOVERNMENT ARTICLE;

1 **(2) MONEY APPROPRIATED FOR DEPOSIT IN THE FUND;**

2 **(3) PROCEEDS FROM THE SALE OF BONDS CONCERNING THE**
3 **CAMDEN YARDS FOOTBALL SPORTS FACILITY;**

4 **(4) REVENUES COLLECTED OR RECEIVED FROM ANY SOURCE**
5 **UNDER THIS SUBTITLE RELATED TO THE CAMDEN YARDS FOOTBALL SPORTS**
6 **FACILITY;**

7 **(5) ANY INTEREST EARNINGS OF THE FUND; AND**

8 **(6) ANY ADDITIONAL MONEY MADE AVAILABLE FROM ANY SOURCE**
9 **FOR THE PURPOSES ESTABLISHED FOR THE FUND.**

10 **(H) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE**
11 **FUND IN THE SAME MANNER AS OTHER STATE FUNDS.**

12 **(2) ANY INVESTMENT OR INTEREST EARNINGS SHALL BE**
13 **CREDITED TO THE FUND.**

14 **(3) NO PART OF THE FUND MAY REVERT OR BE CREDITED TO THE**
15 **GENERAL FUND OF THE STATE OR ANY SPECIAL FUND OF THE STATE.**

16 **10-652.2.**

17 **(A) IN THIS SECTION, "FUND" MEANS THE CAMDEN YARDS BASEBALL**
18 **SPORTS FACILITY SUPPLEMENTAL FINANCING FUND.**

19 **(B) THERE IS A CAMDEN YARDS BASEBALL SPORTS FACILITY**
20 **SUPPLEMENTAL FINANCING FUND.**

21 **(C) THE PURPOSE OF THE FUND IS TO ENABLE THE AUTHORITY TO:**

22 **(1) USE THE FUND AS A REVOLVING FUND FOR IMPLEMENTING**
23 **THIS SUBTITLE AS IT RELATES TO THE CAMDEN YARDS BASEBALL SPORTS**
24 **FACILITY; AND**

25 **(2) PAY ANY EXPENSES INCURRED BY THE AUTHORITY THAT ARE**
26 **RELATED TO THE CAMDEN YARDS BASEBALL SPORTS FACILITY.**

27 **(D) THE AUTHORITY SHALL ADMINISTER THE FUND.**

1 **(E) (1) THE FUND IS A CONTINUING, NONLAPSING FUND THAT IS NOT**
2 **SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.**

3 **(2) THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY,**
4 **AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.**

5 **(F) (1) TO THE EXTENT CONSIDERED APPROPRIATE BY THE**
6 **AUTHORITY, THE RECEIPTS OF THE FUND SHALL BE PLEDGED TO AND CHARGED**
7 **WITH THE FOLLOWING RELATED TO THE CAMDEN YARDS BASEBALL SPORTS**
8 **FACILITY:**

9 **(I) PAYMENT OF DEBT SERVICE ON AUTHORITY BONDS;**

10 **(II) ALL REASONABLE CHARGES AND EXPENSES RELATED TO**
11 **THE AUTHORITY'S BORROWING; AND**

12 **(III) THE MANAGEMENT OF AUTHORITY OBLIGATIONS.**

13 **(2) THE PLEDGE SHALL BE EFFECTIVE AS PROVIDED IN ANY**
14 **APPLICABLE AUTHORITY RESOLUTION.**

15 **(G) THE FUND CONSISTS OF:**

16 **(1) MONEY DISTRIBUTED TO THE FUND UNDER § 9-120(B) OF THE**
17 **STATE GOVERNMENT ARTICLE;**

18 **(2) MONEY APPROPRIATED FOR DEPOSIT IN THE FUND;**

19 **(3) PROCEEDS FROM THE SALE OF BONDS CONCERNING THE**
20 **CAMDEN YARDS BASEBALL SPORTS FACILITY;**

21 **(4) REVENUES COLLECTED OR RECEIVED FROM ANY SOURCE**
22 **UNDER THIS SUBTITLE RELATED TO THE CAMDEN YARDS BASEBALL SPORTS**
23 **FACILITY;**

24 **(5) ANY INTEREST EARNINGS OF THE FUND; AND**

25 **(6) ANY ADDITIONAL MONEY MADE AVAILABLE FROM ANY SOURCE**
26 **FOR THE PURPOSES ESTABLISHED FOR THE FUND.**

27 **(H) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE**
28 **FUND IN THE SAME MANNER AS OTHER STATE FUNDS.**

1 **(2) ANY INVESTMENT OR INTEREST EARNINGS SHALL BE**
 2 **CREDITED TO THE FUND.**

3 **(3) NO PART OF THE FUND MAY REVERT OR BE CREDITED TO THE**
 4 **GENERAL FUND OF THE STATE OR ANY SPECIAL FUND OF THE STATE.**

5 **Article – State Finance and Procurement**

6 6–226.

7 (a) (2) (i) Notwithstanding any other provision of law, and unless
 8 inconsistent with a federal law, grant agreement, or other federal requirement or with
 9 the terms of a gift or settlement agreement, net interest on all State money allocated
 10 by the State Treasurer under this section to special funds or accounts, and otherwise
 11 entitled to receive interest earnings, as accounted for by the Comptroller, shall accrue
 12 to the General Fund of the State.

13 (ii) The provisions of subparagraph (i) of this paragraph do not
 14 apply to the following funds:

15 170. the Cannabis Public Health Fund; [and]

16 171. the Community Reinvestment and Repair Fund;

17 **172. THE CAMDEN YARDS BASEBALL SPORTS FACILITY**
 18 **SUPPLEMENTAL FINANCING FUND; AND**

19 **173. THE CAMDEN YARDS FOOTBALL SPORTS FACILITY**
 20 **SUPPLEMENTAL FINANCING FUND.**

21 **Article – State Government**

22 9–120.

23 (a) The Comptroller shall distribute, or cause to be distributed, the State Lottery
 24 Fund to pay:

25 (1) on a pro rata basis for the daily and nondaily State lottery games, the
 26 expenses of administering and operating the State lottery, as authorized under this subtitle
 27 and the State budget; and

28 (2) then, except as provided in § 10–113.1 of the Family Law Article, §
 29 11–618 of the Criminal Procedure Article, and § 3–307 of the State Finance and
 30 Procurement Article, the holder of each winning ticket or share.

1 (b) (1) By the end of the month following collection, the Comptroller shall
2 deposit, cause to be deposited, or pay:

3 (i) 1. AFTER JUNE 30, 2023, BUT NOT LATER THAN JUNE
4 30, 2026, into the Maryland Stadium Facilities Fund established under § 7–312 of the
5 State Finance and Procurement Article from the money that remains in the State Lottery
6 Fund, after the distribution under subsection (a) of this section, an amount not to exceed
7 [\$90,000,000] **\$14,200,000** in [any] EACH fiscal year;

8 2. AFTER JUNE 30, 2023, BUT NOT LATER THAN JUNE
9 30, 2026, FROM THE MONEY THAT REMAINS IN THE STATE LOTTERY FUND AFTER
10 THE DISTRIBUTION UNDER SUBSECTION (A) OF THIS SECTION, AN AMOUNT FOR
11 EACH FISCAL YEAR NOT TO EXCEED:

12 A. **\$34,900,000** INTO THE CAMDEN YARDS FOOTBALL
13 SPORTS FACILITY SUPPLEMENTAL FINANCING FUND ESTABLISHED UNDER §
14 10–652.1 OF THE ECONOMIC DEVELOPMENT ARTICLE; AND

15 B. **\$40,900,000** INTO THE CAMDEN YARDS BASEBALL
16 SPORTS FACILITY SUPPLEMENTAL FINANCING FUND ESTABLISHED UNDER §
17 10–652.2 OF THE ECONOMIC DEVELOPMENT ARTICLE;

18 3. AFTER JUNE 30, 2026, BUT NOT LATER THAN JUNE
19 30, 2039, INTO THE MARYLAND STADIUM FACILITIES FUND ESTABLISHED UNDER §
20 7–312 OF THE STATE FINANCE AND PROCUREMENT ARTICLE FROM THE MONEY
21 THAT REMAINS IN THE STATE LOTTERY FUND, AFTER THE DISTRIBUTION UNDER
22 SUBSECTION (A) OF THIS SECTION, AN AMOUNT NOT TO EXCEED **\$3,360,000** IN EACH
23 FISCAL YEAR;

24 4. AFTER JUNE 30, 2026, BUT NOT LATER THAN JUNE
25 30, 2039, FROM THE MONEY THAT REMAINS IN THE STATE LOTTERY FUND AFTER
26 THE DISTRIBUTION UNDER SUBSECTION (A) OF THIS SECTION, AN AMOUNT FOR
27 EACH FISCAL YEAR NOT TO EXCEED:

28 A. **\$45,000,000** INTO THE CAMDEN YARDS FOOTBALL
29 SPORTS FACILITY SUPPLEMENTAL FINANCING FUND ESTABLISHED UNDER §
30 10–652.1 OF THE ECONOMIC DEVELOPMENT ARTICLE; AND

31 B. **\$41,640,000** INTO THE CAMDEN YARDS BASEBALL
32 SPORTS FACILITY SUPPLEMENTAL FINANCING FUND ESTABLISHED UNDER §
33 10–652.2 OF THE ECONOMIC DEVELOPMENT ARTICLE; AND

34 5. AFTER JUNE 30, 2039, FROM THE MONEY THAT
35 REMAINS IN THE STATE LOTTERY FUND AFTER THE DISTRIBUTION UNDER

1 SUBSECTION (A) OF THIS SECTION, AN AMOUNT FOR EACH FISCAL YEAR NOT TO
2 EXCEED:

3 **A. \$45,000,000 INTO THE CAMDEN YARDS FOOTBALL**
4 **SPORTS FACILITY SUPPLEMENTAL FINANCING FUND ESTABLISHED UNDER §**
5 **10-652.1 OF THE ECONOMIC DEVELOPMENT ARTICLE; AND**

6 **B. \$45,000,000 INTO THE CAMDEN YARDS BASEBALL**
7 **SPORTS FACILITY SUPPLEMENTAL FINANCING FUND ESTABLISHED UNDER §**
8 **10-652.2 OF THE ECONOMIC DEVELOPMENT ARTICLE;**

9 (ii) after June 30, 2014, into the Maryland Veterans Trust Fund 10%
10 of the money that remains in the State Lottery Fund from the proceeds of sales of tickets
11 from instant ticket lottery machines by veterans' organizations under § 9-112(d) of this
12 subtitle, after the distribution under subsection (a) of this section;

13 (iii) after June 30, 2014, into the Baltimore City Public School
14 Construction Financing Fund established under § 10-656 of the Economic Development
15 Article the money that remains in the State Lottery Fund from the proceeds of all lotteries
16 after the distributions under subsection (a) of this section and items (i) and (ii) of this
17 paragraph, an amount equal to \$20,000,000 in each fiscal year that bonds are outstanding
18 and unpaid, to be paid in two installments with at least \$10,000,000 paid no later than
19 December 1 of each fiscal year;

20 (iv) after June 30, 2021, into the Racing and Community
21 Development Financing Fund established under § 10-657.2 of the Economic Development
22 Article from the money that remains in the State Lottery Fund, after the distribution under
23 subsection (a) of this section, an amount equal to \$17,000,000 in each fiscal year until the
24 bonds issued for a racing facility have matured;

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

30 (vi) after June 30, 2021, a grant to the Maryland Humanities Council
31 for Maryland History Day and other programming from the money that remains in the
32 State Lottery Fund after the distributions under subsection (a) of this section and items (i)
33 through (v) of this paragraph, an amount equal to \$150,000 in each fiscal year;

34 (vii) after June 30, 2021, to Anne Arundel County or Baltimore City
35 each fiscal year the amount required to be distributed under § 9-1A-31(a)(7)(ii) of this title
36 to be used as required under § 9-1A-31 of this title;

1 (viii) after June 30, 2022, into the Maggie McIntosh School Arts Fund
2 established under § 5–243 of the Education Article from the money that remains in the
3 State Lottery Fund from the proceeds of all other lotteries after the distributions under
4 subsection (a) of this section and items (i) through (vii) of this paragraph, an amount equal
5 to \$250,000 in each fiscal year;

6 (ix) after June 1, 2022, to the Sports Entertainment Facilities
7 Financing Fund established under § 10–657.5 of the Economic Development Article from
8 the money that remains in the State Lottery Fund from the proceeds of all lotteries after
9 the distributions under subsection (a) of this section and items (i) through (viii) of this
10 paragraph, an amount not to exceed \$25,000,000 to be paid in two installments not later
11 than November 1 and June 1 of each fiscal year;

12 (x) after June 30, 2022, to the Major Sports and Entertainment
13 Event Program Fund established under § 10–611.2 of the Economic Development Article
14 from the money that remains in the State Lottery Fund from the proceeds of all lotteries
15 after the distributions under subsection (a) of this section and items (i) through (ix) of this
16 paragraph:

17 1. for fiscal year 2023, an amount equal to \$10,000,000; and

18 2. for each fiscal year thereafter, the amount necessary to
19 restore the Major Sports and Entertainment Event Program Fund to a balance of
20 \$10,000,000;

21 (xi) if a deposit or payment is made under item (i) of this paragraph,
22 an amount equal to the deposit or payment, but not exceeding \$27,000,000, to the
23 Department of Transportation for bus rapid transit system grants in accordance with §
24 2–802 of the Transportation Article from the money that remains in the State Lottery Fund
25 from the proceeds of all lotteries after the distributions under subsection (a) of this section
26 and items (i) through (x) of this paragraph;

27 (xii) after June 30, 2023, into the Prince George’s County Blue Line
28 Corridor Facility Fund established under § 10–657.6 of the Economic Development Article
29 from the money that remains in the State Lottery Fund from the proceeds of all lotteries
30 after the distributions under subsection (a) of this section and items (i) through (xi) of this
31 paragraph, an amount not to exceed \$27,000,000 to be paid in two installments not later
32 than November 1 and June 1 of each fiscal year; and

33 (xiii) into the General Fund of the State the money that remains in the
34 State Lottery Fund from the proceeds of all lotteries after the distributions under
35 subsection (a) of this section and items (i) through (xii) of this paragraph.

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

1 (c) The regulations of the Agency shall apportion the money in the State Lottery
2 Fund in accordance with subsection (b) of this section.

3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
4 1, 2023.