HOUSE BILL 618

C75lr2957 HB 566/23 – W&M By: Delegate Patterson Introduced and read first time: January 23, 2025 Assigned to: Ways and Means Committee Report: Favorable with amendments House action: Adopted Read second time: March 4, 2025 CHAPTER AN ACT concerning State Lottery - Internet Sales of Subscription Plans - Authorization FOR the purpose of authorizing the State Lottery and Gaming Control Agency to allow the establishment of a system or program that allows for the an individual to purchase of a State lottery subscription plan in a certain manner; requiring the Agency to report to certain committees of the General Assembly regarding State lottery subscription sales on or before a certain date; and generally relating to the sale of State lottery subscription plans. BY repealing and reenacting, with amendments. Article – State Government Section <u>9–101 and</u> 9–111(e) Annotated Code of Maryland (2021 Replacement Volume and 2024 Supplement) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: Article - State Government 9–101. In this subtitle the following words have the meanings indicated. (a) (b) "Agency" means the State Lottery and Gaming Control Agency.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

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

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

1	<u>(c)</u>	"Commission" means the State Lottery and Gaming Control Commission.		
2	<u>(d)</u>	"Director" means the Director of the Agency.		
3	<u>(e)</u>	"Governmental unit" means:		
4		(1) an instrumentality of the State;		
5		(2) a county or municipal corporation of the State; or		
6		(3) an instrumentality of a county or municipal corporation of the State.		
7 8	(f) "JACKPOT GAME" MEANS A LOTTERY GAME FOR WHICH THE TOP PRIZE AMOUNT VARIES:			
9		(1) BASED ON SALES; AND		
0		(2) IF THE PRIZE WAS WON IN THE PRECEDING DRAWING.		
1	<u>(G)</u>	"License" means a license issued by the Director to act as a licensed agent.		
$\frac{12}{3}$	[(g)] (H) "Licensed agent" means a person or governmental unit licensed by the ct as a State lottery sales agent.		
14 15	(<u>I)</u> THE AGENO	"MULTIJURISDICTIONAL GAME" MEANS A LOTTERY GAME OFFERED BY EY AND:		
16 17	THE UNITE	(1) ANY OTHER POLITICAL ENTITY OUTSIDE THE STATE OR OUTSIDE D STATES; OR		
18		(2) ANY PRIVATE LICENSEE OF A STATE OR FOREIGN NATION.		
19 20	[(h)] (
21		(2) "State lottery" includes a raffle conducted by the Agency.		
22 23 24	·	(K) "SUBSCRIPTION" MEANS A METHOD OF PLAYING A MULTIJURISDICTIONAL OR JACKPOT LOTTERY GAME BY WHICH AN INDIVIDUAL SUBMITS TO THE AGENCY:		
25 26	FOR A SPEC	(1) AN APPLICATION TO PLAY A GAME USING THE SAME GAME DATA IFIED NUMBER OF CONSECUTIVE DRAWINGS; AND		

1 (2) PAYMENT FOR THE DRAWINGS.

- 2 9–111.
- 3 (e) (1) [The] EXCEPT AS PROVIDED IN PARAGRAPH (2) PARAGRAPHS (2)
- 4 AND (3) OF THIS SUBSECTION, THE Agency may not allow the establishment of any
- 5 system or program that allows a person to purchase a State lottery ticket through an
- 6 electronic device that connects to the Internet, such as a personal computer or mobile
- 7 device.
- 8 (2) THE AGENCY MAY ALLOW THE ESTABLISHMENT OF A SYSTEM OR
- 9 PROGRAM THAT ALLOWS FOR THE PURCHASE OF A STATE LOTTERY SUBSCRIPTION
- 10 PLAN AN INDIVIDUAL TO PURCHASE A SUBSCRIPTION THROUGH AN ELECTRONIC
- 11 DEVICE THAT CONNECTS TO THE INTERNET, SUCH AS A PERSONAL COMPUTER OR
- 12 MOBILE DEVICE.
- 13 (3) (I) THE AGENCY MAY ALLOW A LICENSED AGENT TO SELL A
- 14 VOUCHER THAT AN INDIVIDUAL MAY USE TO FUND THE PURCHASE OF A
- 15 SUBSCRIPTION.
- 16 (II) THE AGENCY SHALL PAY A LICENSED AGENT THAT SELLS A
- 17 VOUCHER DESCRIBED UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH THE
- 18 COMMISSION RATE STATED IN § 9–117 OF THIS SUBTITLE.
- 19 <u>(III) THE AGENCY SHALL PAY A LICENSED AGENT THE</u>
- 20 COMMISSION RATE STATED IN § 9–117 OF THIS SUBTITLE FOR THE RENEWAL OF A
- 21 SUBSCRIPTION THAT WAS ORIGINALLY FUNDED BY A VOUCHER SOLD BY THE
- 22 LICENSED AGENT AND IS RENEWED BEFORE THE SUBSCRIPTION'S EXPIRATION FOR
- 23 A PERIOD OF 24 MONTHS FROM THE DATE OF THE FIRST RENEWAL.
- SECTION 2. AND BE IT FURTHER ENACTED, That, on or before December 1,
- 25 2026, the State Lottery and Gaming Control Agency shall report to the Senate Budget and
- 26 Taxation Committee, the House Appropriations Committee, and the House Ways and
- 27 Means Committee, in accordance with § 2–1257 of the State Government Article, on State
- 28 lottery subscription sales, including:
- 29 (1) the number and amount of subscriptions sold directly by the Agency;
- 30 (2) the number and amount of vouchers sold by licensed agents; and
- 31 (3) the number of subscription renewals processed directly by the Agency
- 32 that were originally funded by vouchers.
- SECTION ≥ 3 . AND BE IT FURTHER ENACTED, That this Act shall take effect
- 34 July 1, 2025.

proved:	
	Governor.
	Speaker of the House of Delegates.
	President of the Senate.