

Department of Legislative Services
Maryland General Assembly
2025 Session

FISCAL AND POLICY NOTE
Third Reader - Revised

House Bill 399
Ways and Means

(Delegate Edelson)

Budget and Taxation

Baltimore City - Raffles - Organizations Affiliated With a Professional Major League Baseball Team

This bill authorizes an organization located in Baltimore City that is affiliated with a professional major league baseball team that plays its home games in Baltimore City to conduct raffles. The organization must spend a majority of its funds in Baltimore City for fraternal, civic, or charitable purposes, or for purposes related to a veterans' hospital or amateur athletics. Before conducting a raffle, an organization must obtain a written permit from a designated Baltimore City government agency. A raffle ticket may be sold and received in-person or on an electronic device within the boundaries of the professional baseball stadium, and raffle tickets must be sold and received no earlier than one hour before the official start of the baseball game and no later than the seventh inning of that baseball game. **The bill takes effect June 1, 2025, and terminates May 31, 2028.**

Fiscal Summary

State Effect: None. While the bill may potentially decrease lottery revenues due to substitution effects in FY 2025 through FY 2028, the impact is small enough that State finances are not affected.

Local Effect: The bill does not materially affect Baltimore City finances. The Baltimore City Police Department can issue permits in FY 2025 through FY 2028 using existing resources.

Small Business Effect: None.

Analysis

Bill Summary: Before issuing the permit, the designated Baltimore City government agency must ascertain the character of the applicant to determine if the permit should be issued. The agency may issue a single permit to an organization to hold raffles at multiple professional major league baseball games played in Baltimore City, and there is no limit on the number of raffles that an organization may conduct in conjunction with professional major league baseball games played in Baltimore City. A permit expires at the end of the calendar year in which the permit is issued.

The organization conducting a raffle may set the price of raffle tickets and award prizes in any amount in money or in merchandise. The organization conducting a raffle may not allow an individual or group of individuals to benefit financially from the raffle or receive any of the raffle's proceeds for personal use or benefit.

An organization conducting a raffle must use a geofence to ensure that raffle tickets sold and received on an electronic device are sold and received within the boundaries of the professional major league baseball stadium. A raffle ticket may only be sold using age-verification measures to ensure that the buyer is at least 18 years old.

A person may not knowingly conduct or attempt to conduct a raffle in violation of the bill, and a person who does so is guilty of a misdemeanor and on conviction is subject to a maximum of one year in prison and/or a maximum fine of \$1,000.

Current Law: In Baltimore City, qualified organizations may conduct gaming events (*i.e.*, a carnival, bazaar, or raffle) for the benefit of a religious, fraternal, civic, or charitable organization; a veteran's hospital; or an amateur youth athletic organization. An organization conducting a gaming event must be located in Baltimore City and spend a majority of the organization's funds in Baltimore City for specified purposes (*e.g.*, fraternal or charitable purposes). There is no limit on the amount of merchandise or prize money that may be awarded at a gaming event. A permit holder may conduct no more than 12 raffles per year.

An individual or group of individuals may not benefit financially from the event, and the event must be personally managed by the members of the organization. An organization must obtain a permit from the Baltimore City Police Department before operating a gaming event.

A person may not knowingly conduct or attempt to conduct a bazaar or raffle in violation of the law, and a person who does so is guilty of a misdemeanor and on conviction is subject to a maximum of one year in prison and/or a maximum fine of \$1,000.

Additional Information

Recent Prior Introductions: Similar legislation has not been introduced within the last three years.

Designated Cross File: SB 341 (Senator McCray) - Budget and Taxation.

Information Source(s): Baltimore City; Comptroller's Office; Department of State Police; Maryland State Lottery and Gaming Control Agency; Department of Legislative Services

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