

SENATE BILL 1158

C6

8lr3553
CF HB 1721

By: ~~Senator Middleton~~ **Senators Middleton, Astle, Benson, Feldman, Hershey,
Jennings, Klausmeier, Mathias, Reilly, and Rosapepe**

Introduced and read first time: February 19, 2018

Assigned to: Rules

Re-referred to: Finance, February 23, 2018

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 21, 2018

CHAPTER _____

1 AN ACT concerning

2 **Horse Racing – Maryland International and Preakness Stakes Incentives –**
3 **Modifications**

4 FOR the purpose of altering the amount available for a purse for the Maryland
5 International thoroughbred race; specifying that the Maryland International is a
6 graded stakes; authorizing, with the approval of the State Racing Commission, a
7 certain race; requiring that certain money distributed to the Racing Special Fund
8 and paid for certain purposes remain available for certain purposes; repealing
9 certain requirements that certain lottery revenues be deposited in the Racing Special
10 Fund; making a conforming change; providing for a delayed effective date for certain
11 provisions of this Act; and generally relating to the Maryland International
12 thoroughbred race and Preakness Stakes.

13 BY repealing and reenacting, with amendments,
14 Article – Business Regulation
15 Section 11–403(a)(9) and 11–522.1(a)
16 Annotated Code of Maryland
17 (2015 Replacement Volume and 2017 Supplement)

18 BY repealing and reenacting, without amendments,
19 Article – Business Regulation
20 Section 11–403(b)
21 Annotated Code of Maryland

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

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



1 (2015 Replacement Volume and 2017 Supplement)

2 BY repealing and reenacting, with amendments,
3 Chapter 727 of the Acts of the General Assembly of 2016
4 Section 2

5 BY adding to
6 Article – Business Regulation
7 Section 11–403(d)
8 Annotated Code of Maryland
9 (2015 Replacement Volume and 2017 Supplement)

10 BY repealing and reenacting, with amendments,
11 Article – State Government
12 Section 9–120(b)
13 Annotated Code of Maryland
14 (2014 Replacement Volume and 2017 Supplement)

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

17 **Article – Business Regulation**

18 11–403.

19 (a) The Comptroller shall pay from the Special Fund an annual grant of:

20 (9) beginning July 1, 2017, from the money distributed under § 9–120(b) of
21 the State Government Article:

22 (i) **UP TO** \$500,000 to a purse for the Maryland International
23 thoroughbred race under § 11–522.1 of this title;

24 (ii) \$350,000 to the Maryland Office of Sports Marketing in the
25 Maryland Stadium Authority for incentive grants for youth and amateur sporting events;
26 and

27 (iii) \$150,000 to the Maryland Humanities Council for Maryland
28 History Day and other programming.

29 (b) (1) In fiscal year 2017, the Comptroller shall pay, from the money
30 distributed to the Special Fund, \$500,000 to the Maryland Racing Commission to be used,
31 in a manner determined by the Maryland Racing Commission, for a bonus award program
32 for Maryland–bred or Maryland–sired horses running in the Preakness Stakes.

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

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

12 (iv) [after June 30, 2016, into the Racing Special Fund established
13 under § 11–401 of the Business Regulation Article from money that remains in the State
14 Lottery Fund after the distributions under subsection (a) of this section and items (i), (ii),
15 and (iii) of this paragraph, an amount equal to \$500,000;

16 (v) after June 30, 2017, into the Racing Special Fund established
17 under § 11–401 of the Business Regulation Article from money that remains in the State
18 Lottery Fund after the distributions under subsection (a) of this section and items (i), (ii),
19 (iii), and (iv) of this paragraph, an amount equal to \$1,000,000 in each fiscal year; and

20 (vi)] into the General Fund of the State the money that remains in the
21 State Lottery Fund from the proceeds of all lotteries after the distributions under
22 subsection (a) of this section and items (i), (ii), **AND** (iii)[, (iv), and (v)] of this paragraph.

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

25 SECTION 3. **AND BE IT FURTHER ENACTED**, That Section 2 of this Act shall take
26 effect July 1, 2019.

27 SECTION 4. **AND BE IT FURTHER ENACTED**, That, except as provided in Section
28 3 of this Act, this Act shall take effect July 1, 2018.