

SENATE BILL 926

C8

11r2763
CF HB 1162

By: **Senators Corderman and Edwards**

Introduced and read first time: February 9, 2021

Assigned to: Budget and Taxation

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: February 28, 2021

CHAPTER _____

1 AN ACT concerning

2 **Economic Development – Maryland Stadium Authority – Hagerstown Multi-Use**
3 **Sports and Events Facility**

4 FOR the purpose of authorizing the Maryland Stadium Authority to review certain matters
5 and make certain recommendations relating to the Hagerstown Multi-Use Sports
6 and Events Facility; authorizing the Authority to acquire by certain means a
7 Hagerstown Multi-Use Sports and Events Facility site or an interest in the site;
8 requiring the Authority to transfer certain lease payments to the Hagerstown
9 Multi-Use Sports and Events Facility Fund under certain circumstances; requiring
10 the Authority to submit a certain annual report, prepared in cooperation with the
11 Office of the Comptroller and the Department of Budget and Management, to the
12 Governor and the General Assembly; prohibiting the Board of Public Works from
13 approving an issuance by the Authority of certain bonds under certain
14 circumstances; requiring the Authority, with certain exceptions, to comply with
15 certain requirements to finance certain site acquisition, design, and construction
16 activities; requiring the Authority to obtain the approval of the Board of Public
17 Works for certain matters; requiring the Comptroller to pay a certain amount from
18 the ~~State Lottery~~ Maryland Stadium Facilities Fund each year until certain bonds
19 are no longer outstanding and unpaid; requiring the Authority ~~or an affiliate of the~~
20 ~~Authority~~ to carry out certain tasks and secure certain agreements with certain
21 parties containing certain terms to carry out the Authority's duties under this Act;
22 requiring the Hagerstown-Washington County Industrial Foundation to report to
23 certain committees of the General Assembly on or before a certain date each year;
24 establishing the Hagerstown Multi-Use Sports and Events Facility Fund as a
25 continuing, nonlapsing fund; specifying the purpose of the Fund; requiring the

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 Authority to administer the Fund; requiring the State Treasurer to hold the Fund
2 and the Comptroller to account for the Fund; specifying the contents of the Fund;
3 specifying the purpose for which the Fund may be used; providing for the investment
4 of money in and expenditures from the Fund; requiring interest earnings of the Fund
5 to be credited to the Fund; defining certain terms; and generally relating to the
6 financing and construction of the Hagerstown Multi-Use Sports and Events Facility.
- 7 BY renumbering
8 Article – Economic Development
9 Section 10–601(s) through (tt), respectively
10 to be Section 10–601(v) through (ww), respectively
11 Annotated Code of Maryland
12 (2018 Replacement Volume and 2020 Supplement)
- 13 BY repealing and reenacting, without amendments,
14 Article – Economic Development
15 Section 10–601(a) and (b), 10–620(a)(1), and 10–628(a)
16 Annotated Code of Maryland
17 (2018 Replacement Volume and 2020 Supplement)
- 18 BY repealing and reenacting, with amendments,
19 Article – Economic Development
20 Section 10–601(q), 10–613(a)(14) and (b), 10–618, 10–620(d) and (e), 10–625, and
21 10–628(c)
22 Annotated Code of Maryland
23 (2018 Replacement Volume and 2020 Supplement)
- 24 BY adding to
25 Article – Economic Development
26 Section 10–601(s), (t), and (u), 10–646.2, and 10–657.4
27 Annotated Code of Maryland
28 (2018 Replacement Volume and 2020 Supplement)
- 29 BY repealing and reenacting, without amendments,
30 Article – State Finance and Procurement
31 Section 6–226(a)(2)(i)
32 Annotated Code of Maryland
33 (2015 Replacement Volume and 2020 Supplement)
- 34 BY repealing and reenacting, with amendments,
35 Article – State Finance and Procurement
36 Section 6–226(a)(2)(ii)122. and 123.
37 Annotated Code of Maryland
38 (2015 Replacement Volume and 2020 Supplement)
- 39 BY adding to
40 Article – State Finance and Procurement

1 Section 6–226(a)(2)(ii)124.
 2 Annotated Code of Maryland
 3 (2015 Replacement Volume and 2020 Supplement)

4 BY repealing and reenacting, with amendments,
 5 Article – State Government
 6 Section 9–120
 7 Annotated Code of Maryland
 8 (2014 Replacement Volume and 2020 Supplement)

9 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 10 That Section(s) 10–601(s) through (tt), respectively, of Article – Economic Development of
 11 the Annotated Code of Maryland be renumbered to be Section(s) 10–601(v) through (ww),
 12 respectively.

13 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read
 14 as follows:

15 **Article – Economic Development**

16 10–601.

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

18 (b) “Authority” means the Maryland Stadium Authority.

19 (q) “Facility” means:

20 (1) a structure or other improvement developed at Camden Yards;

21 (2) a convention facility;

22 (3) the Hippodrome Performing Arts facility;

23 (4) a sports facility;

24 (5) a Baltimore City public school facility; [or]

25 (6) a racing facility; **OR**

26 **(7) THE HAGERSTOWN MULTI–USE SPORTS AND EVENTS FACILITY.**

27 **(S) (1) “HAGERSTOWN MULTI–USE SPORTS AND EVENTS FACILITY”**
 28 **MEANS THE SPORTS AND EVENTS FACILITY LOCATED IN HAGERSTOWN, MARYLAND,**
 29 **USED FOR MINOR LEAGUE BASEBALL GAMES, OTHER EVENTS, AND RELATED**
 30 **ACTIVITIES.**

1 **(2) “HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY”**
 2 **INCLUDES:**

3 **(I) FIELDS AND FIELD HOUSES;**

4 **(II) OFFICES;**

5 **(III) PARKING LOTS AND GARAGES;**

6 **(IV) ACCESS ROADS;**

7 **(V) FOOD SERVICE FACILITIES; AND**

8 **(VI) OTHER FUNCTIONALLY RELATED STRUCTURES,**
 9 **IMPROVEMENTS, FURNISHINGS, OR EQUIPMENT.**

10 **(T) “HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY FUND”**
 11 **MEANS THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY FUND**
 12 **ESTABLISHED UNDER § 10-657.4 OF THIS SUBTITLE.**

13 **(U) “HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY SITE”**
 14 **MEANS THE SITE OF THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY**
 15 **IN HAGERSTOWN, MARYLAND.**

16 10-613.

17 (a) The Authority may:

18 (14) with respect to site acquisition, construction, and development of the
 19 Hippodrome Performing Arts facility **AND THE HAGERSTOWN MULTI-USE SPORTS AND**
 20 **EVENTS FACILITY**, establish and participate in Authority affiliates;

21 (b) The Authority may review and make recommendations on proposed
 22 convention center facilities [and], the Hippodrome Performing Arts facility, **AND THE**
 23 **HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY**, including the expansion
 24 and enhancement of the Baltimore City Convention Center and the Ocean City Convention
 25 Center and the development and construction of the Montgomery County Conference
 26 Center [and], the Hippodrome Performing Arts Center, **AND THE HAGERSTOWN**
 27 **MULTI-USE SPORTS AND EVENTS FACILITY**, with respect to location, purpose, design,
 28 function, capacity, parking, costs, funding mechanisms, and revenue alternatives, with
 29 specific recommendations on:

30 (1) the level of support from the private sector;

- 1 (2) the type of support from the private sector;
- 2 (3) special taxing sources;
- 3 (4) projected revenues;
- 4 (5) bonding authority and the source of debt service; and
- 5 (6) the fiscal impact on the State of any revenue alternatives.

6 10–618.

7 (a) Contracts to acquire any facility site, to construct the facility, or for
8 construction on the facility site require the prior approval of the Board of Public Works.

9 (b) The Authority may:

- 10 (1) acquire by any of the means specified in § 10–620(a) of this subtitle:
- 11 (i) a site at Camden Yards for a facility;
- 12 (ii) a Baltimore Convention site or an interest in the site;
- 13 (iii) an Ocean City Convention site or an interest in the site;
- 14 (iv) a Montgomery County Conference site or an interest in the site;
- 15 [and]
- 16 (v) a Hippodrome Performing Arts site or an interest in the site; and

17 **(VI) A HAGERSTOWN MULTI-USE SPORTS AND EVENTS**
18 **FACILITY SITE OR AN INTEREST IN THE SITE; AND**

19 (2) construct or enter into a contract to construct a facility on a site it
20 acquires under this subsection.

21 10–620.

22 (a) (1) Subject to annual appropriations and this subtitle, the Authority may
23 acquire in its own name, by gift, purchase, or condemnation, any property or interest in
24 property necessary or convenient to construct, improve, or operate a facility.

25 (d) (1) The exercise of authority under this subsection is subject to the prior
26 approval of the Board of Public Works.

27 (2) On request of the Authority, the State, a unit of the State, or a political
28 subdivision may lease, lend, grant, or otherwise convey to the Authority, property,

1 including property devoted to public use, as necessary or convenient for the purposes of this
2 subtitle.

3 (3) The State may lease or sublease a facility, or an interest in a facility,
4 from or to the Authority, whether or not constructed or usable.

5 (4) Lease payments to the Authority appropriated by the State shall be
6 transferred to:

7 (i) the Baltimore Convention Fund if appropriated for a Baltimore
8 Convention facility;

9 (ii) the Camden Yards Fund if appropriated for a sports facility or
10 other facility at Camden Yards;

11 (iii) the Hippodrome Performing Arts Fund if appropriated for a
12 Hippodrome Performing Arts facility;

13 (iv) the Montgomery County Conference Fund if appropriated for a
14 Montgomery County Conference facility; [or]

15 (v) the Ocean City Convention Fund if appropriated for an Ocean
16 City Convention facility; **OR**

17 **(VI) THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS**
18 **FACILITY FUND IF APPROPRIATED FOR A HAGERSTOWN MULTI-USE SPORTS AND**
19 **EVENTS FACILITY.**

20 (e) (1) This subsection does not apply to the Camden Yards site, Baltimore
21 Convention site, Ocean City Convention site, Hippodrome Performing Arts site, any
22 Baltimore City public school site, any racing facility, **THE HAGERSTOWN MULTI-USE**
23 **SPORTS AND EVENTS FACILITY SITE**, or any supplemental facility site.

24 (2) The Authority and any Authority affiliate is subject to applicable
25 planning, zoning, and development regulations to the same extent as a private commercial
26 or industrial enterprise.

27 10-625.

28 The Authority shall submit:

29 (1) an annual detailed report of the activities and financial status of the
30 Authority to the Governor, and, in accordance with § 2-1257 of the State Government
31 Article, the General Assembly; and

1 (2) annual reports on the additional tax revenues generated by each of the
2 following facilities, prepared in cooperation with the Office of the Comptroller and the
3 Department of Budget and Management:

4 (i) the Baltimore Convention facility;

5 (ii) the Hippodrome Performing Arts facility;

6 (iii) the Montgomery County Conference facility; [and]

7 (iv) the Ocean City Convention facility; AND

8 **(v) THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS**
9 **FACILITY.**

10 10-628.

11 (a) Except as provided in subsections (b) and (c) of this section and subject to the
12 prior approval of the Board of Public Works, the Authority may issue bonds at any time for
13 any corporate purpose of the Authority, including the establishment of reserves and the
14 payment of interest.

15 (c) (1) Unless authorized by the General Assembly, the Board of Public Works
16 may not approve an issuance by the Authority of bonds, whether taxable or tax exempt,
17 that constitute tax supported debt or nontax supported debt if, after issuance, there would
18 be outstanding and unpaid more than the following face amounts of the bonds for the
19 purpose of financing acquisition, construction, renovation, and related expenses for
20 construction management, professional fees, and contingencies in connection with:

21 (i) the Baltimore Convention facility – \$55,000,000;

22 (ii) the Hippodrome Performing Arts facility – \$20,250,000;

23 (iii) the Montgomery County Conference facility – \$23,185,000;

24 (iv) the Ocean City Convention facility – \$24,500,000;

25 (v) Baltimore City public school facilities – \$1,100,000,000;

26 (vi) supplemental facilities – \$25,000,000; [and]

27 (vii) racing facilities – \$375,000,000; AND

28 **(VIII) THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS**
29 **FACILITY – \$59,500,000.**

1 (2) (i) The limitation under paragraph (1)(i) of this subsection applies
2 to the aggregate principal amount of bonds outstanding as of June 30 of any year.

3 (ii) Refunded bonds may not be included in the determination of an
4 outstanding aggregate amount under this paragraph.

5 **10-646.2.**

6 (A) EXCEPT AS AUTHORIZED BY § 10-639 OF THIS SUBTITLE, TO FINANCE
7 SITE ACQUISITION, DESIGN, AND CONSTRUCTION OF ANY SEGMENT OF THE
8 HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY, THE AUTHORITY SHALL
9 COMPLY WITH THIS SECTION.

10 ~~(B) THE AUTHORITY SHALL PROVIDE CERTIFICATION TO THE LEGISLATIVE~~
11 ~~POLICY COMMITTEE AND THE BOARD OF PUBLIC WORKS, SUPPORTED BY A~~
12 ~~DETAILED REPORT, THAT THE AUTHORITY HAS ATTEMPTED TO MAXIMIZE PRIVATE~~
13 ~~INVESTMENT IN THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY~~
14 ~~PROPOSED TO BE FINANCED.~~

15 ~~(C)~~ (B) AT LEAST 45 DAYS BEFORE SEEKING APPROVAL OF THE BOARD
16 OF PUBLIC WORKS FOR EACH BOND ISSUE OR OTHER BORROWING, THE AUTHORITY
17 SHALL PROVIDE TO THE FISCAL COMMITTEES OF THE GENERAL ASSEMBLY, IN
18 ACCORDANCE WITH § 2-1257 OF THE STATE GOVERNMENT ARTICLE, A
19 COMPREHENSIVE FINANCING PLAN FOR THE RELEVANT SEGMENT OF THE FACILITY.

20 ~~(D)~~ (C) THE AUTHORITY SHALL OBTAIN THE APPROVAL OF THE BOARD
21 OF PUBLIC WORKS OF THE PROPOSED BOND ISSUE AND THE FINANCING PLAN.

22 ~~(E)~~ (D) FOR FISCAL YEAR 2023 AND EACH FISCAL YEAR THEREAFTER,
23 UNTIL THE BONDS THAT HAVE BEEN ISSUED TO FINANCE THE HAGERSTOWN
24 MULTI-USE SPORTS AND EVENTS FACILITY ARE NO LONGER OUTSTANDING AND
25 UNPAID, THE COMPTROLLER SHALL DEPOSIT INTO THE HAGERSTOWN MULTI-USE
26 SPORTS AND EVENTS FACILITY FUND AN AMOUNT ~~NOT GREATER THAN \$3,750,000~~
27 SUFFICIENT TO FINANCE THE PROJECT AND THE PROJECT'S DEBT SERVICING COSTS
28 FROM THE STATE LOTTERY FUND UNDER § 9-120(B)(1)(V) OF THE STATE
29 GOVERNMENT ARTICLE.

30 ~~(F) THE AUTHORITY SHALL SECURE A WRITTEN AGREEMENT WITH AN~~
31 ~~AUTHORITY AFFILIATE, AS APPROVED BY THE BOARD OF PUBLIC WORKS, BY WHICH~~
32 ~~THE AUTHORITY AFFILIATE AGREES;~~

33 (E) THE AUTHORITY MAY NOT ISSUE BONDS TO FINANCE THE
34 HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY UNTIL THE AUTHORITY

1 AND THE HAGERSTOWN-WASHINGTON COUNTY INDUSTRIAL FOUNDATION SECURE
2 A WRITTEN OPERATING AGREEMENT.

3 (F) THE AUTHORITY SHALL SECURE A WRITTEN AGREEMENT TO TRANSFER
4 OWNERSHIP OF THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY
5 FROM THE AUTHORITY TO THE HAGERSTOWN-WASHINGTON COUNTY INDUSTRIAL
6 FOUNDATION, AS APPROVED BY THE BOARD OF PUBLIC WORKS:

7 (1) IN WHICH THE HAGERSTOWN-WASHINGTON COUNTY
8 INDUSTRIAL FOUNDATION AGREES TO:

9 ~~(1) (I) TO OWN, MARKET, PROMOTE, AND OPERATE OR CONTRACT,~~
10 ~~SUBJECT TO THE APPROVAL OF THE AUTHORITY,~~ FOR THE MARKETING,
11 PROMOTION, AND OPERATION OF THE HAGERSTOWN MULTI-USE SPORTS AND
12 EVENTS FACILITY; IN A MANNER THAT MAXIMIZES THE FACILITY'S ECONOMIC
13 RETURN; AND

14 ~~(2) (II) TO MAINTAIN AND REPAIR OR CONTRACT, SUBJECT TO THE~~
15 ~~APPROVAL OF THE AUTHORITY,~~ FOR THE MAINTENANCE AND REPAIR OF THE
16 HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY SO AS TO KEEP THE
17 HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY IN FIRST-CLASS
18 OPERATING CONDITION; ~~AND~~

19 (2) THAT INCLUDES PROVISIONS:

20 (I) PROTECTING THE INVESTMENTS OF THE AUTHORITY AND
21 THE HAGERSTOWN-WASHINGTON COUNTY INDUSTRIAL FOUNDATION IN THE
22 HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY;

23 (II) REQUIRING THE HAGERSTOWN-WASHINGTON COUNTY
24 INDUSTRIAL FOUNDATION TO CONTRIBUTE TO A CAPITAL IMPROVEMENT RESERVE
25 FUND AN AMOUNT SUFFICIENT TO KEEP THE HAGERSTOWN MULTI-USE SPORTS
26 AND EVENTS FACILITY IN FIRST-CLASS OPERATING CONDITION;

27 (III) REQUIRING THE HAGERSTOWN-WASHINGTON COUNTY
28 INDUSTRIAL FOUNDATION TO BE SOLELY RESPONSIBLE FOR ALL EXPENDITURES
29 RELATING TO THE OPERATION OF THE HAGERSTOWN MULTI-USE SPORTS AND
30 EVENTS FACILITY THAT MAY BE INCURRED, INCLUDING OPERATING DEFICITS; AND

31 (IV) ALLOWING THE HAGERSTOWN-WASHINGTON COUNTY
32 INDUSTRIAL FOUNDATION TO KEEP ALL OPERATING PROFITS RESULTING FROM
33 THE OPERATION OF THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY
34 EACH YEAR; AND

1 **(3) TO BE SOLELY RESPONSIBLE FOR ALL EXPENDITURES RELATING**
2 **TO THE OPERATION, MAINTENANCE, AND REPAIR OF THE HAGERSTOWN**
3 **MULTI-USE SPORTS AND EVENTS FACILITY THAT MAY BE INCURRED, INCLUDING**
4 **THE AMOUNT BY WHICH EXPENDITURES EXCEED REVENUES.**

5 **(G) ON OR BEFORE DECEMBER 31 EACH YEAR, THE**
6 **HAGERSTOWN-WASHINGTON COUNTY INDUSTRIAL FOUNDATION SHALL REPORT**
7 **TO THE SENATE BUDGET AND TAXATION COMMITTEE AND THE HOUSE**
8 **APPROPRIATIONS COMMITTEE, IN ACCORDANCE WITH § 2-1257 OF THE STATE**
9 **GOVERNMENT ARTICLE, ON THE FACILITY'S ASSESSMENT OF THE MAINTENANCE**
10 **AND REPAIR NEEDED TO KEEP THE HAGERSTOWN MULTI-USE SPORTS AND EVENT**
11 **FACILITY IN OPERATING ORDER.**

12 **10-657.4.**

13 **(A) IN THIS SECTION, "FUND" MEANS THE HAGERSTOWN MULTI-USE**
14 **SPORTS AND EVENTS FACILITY FUND.**

15 **(B) THERE IS A HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY**
16 **FUND.**

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

18 **(1) USE THE FUND AS A REVOLVING FUND FOR IMPLEMENTING THIS**
19 **SUBTITLE AS IT RELATES TO THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS**
20 **FACILITY; AND**

21 **(2) PAY ANY EXPENSES INCURRED BY THE AUTHORITY THAT ARE**
22 **RELATED TO THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS FACILITY.**

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

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

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

29 **(F) (1) TO THE EXTENT CONSIDERED APPROPRIATE BY THE AUTHORITY,**
30 **THE RECEIPTS OF THE FUND SHALL BE PLEDGED TO AND CHARGED WITH THE**
31 **FOLLOWING RELATING TO THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS**
32 **FACILITY:**

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

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

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

5 **(2) THE PLEDGE SHALL BE EFFECTIVE AS PROVIDED IN § 10-634 OF**
6 **THIS SUBTITLE.**

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

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

9 **(2) REVENUES COLLECTED OR RECEIVED FROM ANY SOURCE UNDER**
10 **THIS SUBTITLE CONCERNING THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS**
11 **FACILITY;**

12 **(3) MONEY PAID TO THE FUND UNDER § 9-120 OF THE STATE**
13 **GOVERNMENT ARTICLE; AND**

14 **(4) ANY ADDITIONAL MONEY MADE AVAILABLE FROM ANY PUBLIC OR**
15 **PRIVATE SOURCE FOR THE PURPOSES ESTABLISHED FOR THE FUND.**

16 **(H) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE FUND**
17 **IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.**

18 **(2) ANY INTEREST EARNINGS OF THE FUND SHALL BE PAID INTO THE**
19 **FUND.**

20 **Article – State Finance and Procurement**

21 6-226.

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

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

1 122. the Racing and Community Development Financing Fund;
2 [and]

3 123. the Racing and Community Development Facilities Fund;
4 AND

5 124. THE HAGERSTOWN MULTI-USE SPORTS AND EVENTS
6 FACILITY FUND.

7 Article – State Government

8 9–120.

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

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

14 (2) then, except as provided in § 10–113.1 of the Family Law Article, §
15 11–618 of the Criminal Procedure Article, and § 3–307 of the State Finance and
16 Procurement Article, the holder of each winning ticket or share.

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

19 (i) into the Maryland Stadium Facilities Fund established under §
20 7–312 of the State Finance and Procurement Article from the money that remains in the
21 State Lottery Fund, after the distribution under subsection (a) of this section, an amount
22 not to exceed \$20,000,000 in any fiscal year;

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

27 (iii) after June 30, 2014, into the Baltimore City Public School
28 Construction Financing Fund established under § 10–656 of the Economic Development
29 Article 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) and (ii) of this
31 paragraph, an amount equal to \$20,000,000 in each fiscal year that bonds are outstanding
32 and unpaid, to be paid in two installments with at least \$10,000,000 paid no later than
33 December 1 of each fiscal year;

34 (iv) after June 30, 2021, into the Racing and Community
35 Development Financing Fund established under § 10–657.2 of the Economic Development

1 Article from the money that remains in the State Lottery Fund, after the distribution under
2 subsection (a) of this section, an amount equal to \$17,000,000 in each fiscal year until the
3 bonds issued for a racing facility have matured; [and]

4 (v) AFTER JUNE 30, 2022, INTO THE HAGERSTOWN MULTI-USE
5 SPORTS AND EVENTS FACILITY FUND ESTABLISHED UNDER § 10-657.4 OF THE
6 ECONOMIC DEVELOPMENT ARTICLE FROM THE MONEY ~~THAT REMAINS IN THE~~
7 ~~STATE LOTTERY FUND, AFTER THE DISTRIBUTION~~ DISTRIBUTED TO THE
8 MARYLAND STADIUM FACILITIES FUND UNDER SUBSECTION (A) ITEM (I) OF THIS
9 ~~SECTION SUBSECTION, AN AMOUNT NOT GREATER THAN \$3,750,000 AT LEAST~~
10 SUFFICIENT TO SERVICE THE PROJECT'S DEBT IN EACH FISCAL YEAR THAT BONDS
11 ARE OUTSTANDING AND UNPAID; AND

12 [(v)] (VI) into the General Fund of the State the money that remains
13 in the State Lottery Fund from the proceeds of all lotteries after the distributions under
14 subsection (a) of this section and items (i), (ii), (iii), [and] (iv), AND (V) of this paragraph.

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

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

19 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
20 October 1, 2021.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.