Maryland Lottery and Gaming Control Agency

Larry Hogan, Governor • John Martin, Director

Montgomery Park Business Center 1800 Washington Blvd., Suite 330 Baltimore, Maryland 21230



Tel: 410-230-8800 TTY users call Maryland Relay www.mdlottery.com

STAFF AGENDA MEMORANDUM

| DATE OF MEETING: | April 28, 2022 |
|------------------|--|
| AGENDA ITEM: | 2021 Promotional Play Report |
| PRESENTER: | James Logue, Managing Director, Gaming |

ISSUE SUMMARY: In accordance with COMAR 36.03.10.36(G), each facility operator is required to submit a report of its use of free promotional play during the prior fiscal year and recommend any adjustment to the limitation on free promotional play established in regulation. Current regulation COMAR 36.03.10.36(F) states that each facility operator may exclude from taxable proceeds an amount that equates to 20% of proceeds the facility generated in the prior full fiscal year. The promotional play reports can be found on the MLGCA shared drive under commission reports (Logue Confidential).

The reports submitted by the facility operators provide the following:

| Facility | Recommendation |
|--------------------------------|----------------|
| Hollywood Casino at Perryville | No change |
| Ocean Downs Casino | No change |
| Live! Casino | No change |
| Rocky Gap Casino and Resort | No change |
| Horseshoe Casino Baltimore | No change |
| MGM National Harbor Casino | No change |

COMMISSION ACTION REQUIRED/REQUESTED: The Commission may direct staff to adjust in regulation the amount of free promotional play that is excluded from taxable proceeds or take no action and leave the rate at 20%.

STAFF RECOMMENDATIONS: Staff recommends the commission take no action and leave the rate at 20%.