

Title 36 MARYLAND STATE LOTTERY AND GAMING CONTROL AGENCY

Subtitle 03 GAMING PROVISIONS

Chapter 02 Investigation and Licensing

Authority: State Government Article, §§ 9-1A-04, 9-1A-12  
Annotated Code of Maryland

.02 Definitions.

A. (text unchanged)

B. Terms Defined.

(1) (text unchanged)

~~[(21) “Contractor” means a person or individual, other than an employee of a video operation licensee, who contracts with a video lottery operation licensee or other person to:~~

~~(a) Manage or operate a video lottery facility;~~

~~(b) Provide security for a video lottery facility;~~

~~(c) Perform service, maintenance, or repairs of a video lottery terminal, table game device, central operating system, associated equipment, or software;~~

~~(d) Own or control a person described in §B(1)(a) – (c) of this regulation;~~

~~(e) Provide junket enterprise services; or~~

~~(f) Provide any other service that is essential to operation of a video lottery facility.]~~

**(2) “Contractor—Tier 1” or “Tier 1 contractor” means a person or individual, other than an employee of a video lottery operation licensee, who contracts with a video lottery operation licensee or other person to:**

**(a) Manage or operate a video lottery facility;**

**(b) Provide security for a video lottery facility;**

**(c) Perform service, maintenance, or repairs of a video lottery terminal, table game device, central operating system, associated equipment, or software;**

**(d) Own, operate or control a person listed above in §B(2)(a) – (c) of this regulation;**

**(e) Provide junket enterprise services;**

**(f) Provide any other service that is essential to the operation of a video lottery facility service that may involve contact with or access to a:**

**(i) Central operating system;**

**(ii) Facility's video lottery system;**

**(iii) Video lottery terminal; or**

**(iv) Electronic component of a table game.**

**(3) "Contractor—Tier 2" or "Tier 2 contractor" means a person or individual, other than an employee of a video lottery operation licensee, who contracts with a video lottery operation licensee or other person to provide a service that is essential to the operation of a video lottery facility service, but has no contact with or access to a:**

**(a) Central operating system;**

**(b) Facility's video lottery system;**

**(c) Video lottery terminal; or**

**(d) Electronic component of a table game.**

~~[(3)]~~ **(4)** – ~~[(24)]~~ **(25)** (text unchanged)

~~(25)~~ **(26)** Principal Employee.

(a) (text unchanged)

(b) "Principal employee" includes an employee of a contractor who performs any function described in ~~[(§B(1))~~ **§B(2)** of this regulation; and

(c) (text unchanged)

~~[(26)]~~ **(27)** – ~~[(31)]~~ **(32)** (text unchanged)

#### **.14 Contractor Licenses.**

A. General. If a video lottery operation licensee engages a **Tier 1 or Tier 2** contractor to provide services described in COMAR 36.03.01.02B(1) **or (2)**, the contractor shall qualify under

the standards and provisions set forth in State Government Article, §§9-1A-07 and 9-1A-08, Annotated Code of Maryland.

B. Qualification Requirements. The Commission may issue a **Tier 1 or Tier 2** contractor license to a ~~[contractor that]~~ **person or individual who** has provided the Commission with sufficient information to establish by clear and convincing evidence that it:

(1) – (2) (text unchanged)

C. The Commission may charge a **Tier 1 or Tier 2** contractor for the administrative costs associated with performing a background investigation.

D. Application and License Fees.

(1) ~~[Application Fees.]~~ **For a Tier 1 contractor, the:**

(a) ~~[Except as provided in §D(1)(b) of this regulation, the application fee for a contractor]~~ **Application fee** is \$1,500~~[-];~~

(b) ~~[The application fee is \$750 for a contractor that provides a service that is essential to the operation of a facility service, but has no contact with or access to a:~~

(i) ~~Central operating system;~~

(ii) ~~Facility's video lottery system;~~

(iii) ~~Video lottery terminal; or~~

(iv) ~~Table game.]~~ **License fee is \$2,500; and**

**(c) Background investigation deposit is \$2,000.**

(2) ~~[License Fees.]~~ **For a Tier 2 contractor, the:**

(a) ~~[Except as provided in §D(2)(b) of this regulation, the license fee for a contractor is \$2,500.]~~ **Application fee is \$750;**

(b) ~~[The license fee]~~ **License fee** is \$800; **and** ~~[for a contractor that provides a service that is essential to the operation of a facility service, but has no contact with or access to a:~~

(i) ~~Central operating system;~~

(ii) ~~Facility's video lottery system;~~

(iii) ~~Video lottery terminal; or~~

~~(iv) Table game.]~~

**(c) Background investigation deposit is \$2,000.**

E. Term; Renewal; Fees.

(1) The term of a **Tier 1 and Tier 2** contractor license is 5 years.

(2) – (3) (text unchanged)

F. A **Tier 1 and Tier 2** contractor is exempt from:

(1) – (2) (text unchanged)

Proposed