Title 36
MARYLAND STATE LOTTERY AND GAMING CONTROL AGENCY
Subtitle 02 LOTTERY PROVISIONS
Chapter 09 [Special Operation Licenses for] Instant Ticket Lottery Machines
Authority: State Government Article, §9-112, Annotated Code of Maryland
.01 Scope.
A. This chapter applies to a retailer that is a veterans' services organization and applies for and sells tickets [under a special operation license for] from instant ticket lottery machines.
B. In addition to the requirements of this chapter and State Government Article § 9-112, Annotated Code of Maryland, a veterans' services organization licensed to sell tickets from an instant ticket lottery machine shall meet the requirements of this subtitle for a retailer licensed by the Agency.
.02 Definitions.
A. In this chapter, the following terms have the meanings indicated.
B. Terms Defined.
(1) "Cashout voucher" means a printed slip of paper with a code indicating the amount of money payable to the individual who presents the ticket to an [operation]ITLM licensee.
(2) "Contractor" or "Agency's contractor" means a company selected by the Agency for the design, development, installation, implementation, operation, and maintenance of the Agency's Instant Ticket Lottery Machine system.
[(3) "Facility" means the building where an operation licensee places instant ticket lottery machines.]
[(4) "Instant ticket" means a preprinted ticket purchased from an instant ticket lottery machine.
(5)] (4) "Instant ticket lottery machine" or "ITLM" means a machine or other device provided to a retailer through the Agency's contractor as required under State Government Article § 9-112, Annotated Code of Maryland.
[(6) "Operation] (5) "ITLM licensee" means the holder of a special [operation] license to operate instant ticket lottery machines.
(6) "ITLM ticket" means a preprinted ticket purchased from an instant ticket lottery machine.
[(7) "Special operation license" or "operation license" means permission granted by the Agency under this chapter to sell instant tickets.]

1 2	(7) "Veterans' facility" means the building where an ITLM licensee places instant ticket lottery machines.
3	(8) "Veterans' services organization" means an organization that is:
4 5	(a) Tax exempt and organized as a veterans' organization under §501(c)(19) or §501(c)(4) of the United States Internal Revenue Code; and
6	(b) Located in:
7	(i) Allegany County;
8	(ii) Anne Arundel County;
9	(iii) Baltimore City;
10	(iv) Baltimore County;
11	(v) Calvert County;
12	(vi) Carroll County;
13	(vii) Charles County;
14	(viii) Frederick County;
15	(ix) Garrett County;
16	(x) Harford County;
17	(xi) Howard County;
18	(xii) Montgomery County;
19	(xiii) Prince George's County;
20	(xiv) Saint Mary's County; or
21	(xv) Washington County.
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23	.03 [Operation] ITLM Licensee Requirements.
24 25	A. A veterans' services organization may not operate instant ticket lottery machines without a special [operation] license.
26 27	B. A veterans' services organization may apply for a special [operation] license to operate up to 5 instant ticket lottery machines.
28 29	[C. An operation licensee may be required by the Agency to qualify for and become authorized to operate under the Expanded Cashing Authority Program as set forth in COMAR 36.02.03.06.]
30 31 32	[D.] C. An [operation] ITLM licensee shall locate the [licensed] instant ticket lottery machines in the veterans' facility within its [primary] principal meeting hall in the county in which the veterans' organization is located.

- E. The Agency may restrict the permissible location within a <u>veterans'</u> facility [of instant ticket lottery machines].
- F. An [operation] ITLM licensee shall enter into an agreement with the Agency [regarding the instant ticket lottery machine program] that provides for the:
- 5 (1) [Payment of rent] Reimbursement of rental or lease fees for the instant ticket lottery 6 machines;
  - (2) Power, utility, security, and HVAC needs of the instant ticket lottery machines; and
- 8 (3) Operation, maintenance, <u>ITLM</u> ticket retention, record keeping, and reporting requirements of the instant ticket lottery machines.

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- 11 04 [Sales of Instant Tickets] Instant Ticket Lottery Machine Play.
- 12 A. An [operation] ITLM licensee may [sell an instant ticket only to] allow an individual who is
- 13 18 years old or older to play an instant ticket lottery machine.
- 14 B. An [operation]ITLM licensee shall be:
- 15 (1) Knowledgeable about the games available in the instant ticket lottery machine; and
- 16 (2) Able to show players how to access help screens in the instant ticket lottery machine.
- 17 C. The purchase of an instant ticket may not be cancelled.

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- 19 .05 Payment of Prizes.
- A. A cashout voucher may be presented for payment only to:
- 21 (1) The operation ITLM licensee where the voucher was printed; or
- 22 (2) An Agency claim center as defined in COMAR 36.02.06.01B(1).
- B. Only a player who is an individual may present a cashout voucher for payment.
- 24 C. The provisions of COMAR 36.02.06.15 [and] COMAR 36.02.06.16 and COMAR
- 25 36.02.06.17 do not apply to claims for payment of a prize from an instant ticket lottery machine.
- D. Except as provided in §§A—C of this regulation, an [operation] ITLM licensee shall pay the
- 27 individual holder of a cashout voucher in accordance with the claims procedures described in
- 28 COMAR 36.02.06.