

Title 36

MARYLAND LOTTERY AND GAMING CONTROL AGENCY

Subtitle 03 Gaming Provisions

36.03.10 Video Lottery Facility Minimum Internal Control Standards

Authority: Family Law Article, §10-113.1; State Government Article, §§9-1A-01, 9-1A-02, 9-1A-04, and 9-1A-24; Annotated Code of Maryland

.38 Jackpot Payout

A. Definition.

B. A facility operator shall utilize a multipurpose jackpot or credit meter payout document meeting the requirements of this regulation to pay:

(1) A jackpot not totally and automatically paid by a video lottery terminal; or

(2) Credits accumulated by a player on a video lottery terminal if:

(a) The number of accumulated credits exceeds the amount which may be paid utilizing a gaming ticket under Regulation .36 of this chapter;

(b) Due to malfunction, the credits cannot be paid by the video lottery terminal; or

(c) A single jackpot event requires the filing of IRS Form W-2G, Certain Gambling Winnings.

C. A facility operator shall:

(1) Prepare and timely file IRS Form W-2G, Certain Gambling Winnings, in accordance with IRS rules and regulations;

(2) Withhold payment of a jackpot prize to satisfy a player's financial obligation to the State, such as the payment of child support arrearage or other requirements of State law; and

(3) Immediately report to the Commission any incident in which a video lottery terminal fails to lock up and preclude play following a single jackpot event of ~~[\$1,200 or more.];~~

(a) Requiring the filing of an IRS Form W-2G, Certain Gambling Winnings, as required by the IRS; or

(b) At an amount lower than the IRS requires for reporting, as approved by the Agency.

D. — H. (text unchanged)