

1 **. Title 36 STATE LOTTERY AND GAMING CONTROL AGENCY**

2
3 **Subtitle 06 ELECTRONIC GAMING DEVICES**

4
5 **Chapter 03 Application and Licensing**

6
7 Authority: State Government Article, § 9-110 and Criminal Law Article §§ 12-301 and
8 12-301.1, Annotated Code of Maryland
9

10
11 **.01 Process.**

12 A. Upon filing an application for a license under this subtitle, the applicant shall pay a
13 nonrefundable application fee established by the Commission.

14 B. If a license application must be submitted to the Commission by a particular date, the
15 application shall be submitted not later than 5 p.m. on the last day of this period, and an
16 application submitted after the deadline need not be accepted nor considered by the
17 Commission.

18 C. Applications.

19 (1) Documents submitted to the Commission under this chapter shall consist of an
20 original and the number of copies required by the Commission and shall be in the
21 electronic format required by Commission.

22 (2) Documents and information submitted to the Commission in a license
23 application shall be sworn before a notary public as to their truth and validity by
24 the applicant or, if the applicant is not an individual, by the chief executive officer
25 of the applicant.

26 D. Director Review.

27 (1) Upon receipt of an application by the Commission, the Director shall review
28 the application to determine whether it contains all the information required under
29 this chapter.

30 (2) If the Director determines that the required information has not been
31 submitted, the Director shall notify the applicant in writing and state the nature of
32 the deficiency.

33 (3) An applicant notified in accordance with §D(2) of this regulation may submit
34 the documents necessary to complete the application not later than 15 days after
35 issuance of the notification.

1 (4) When the Director determines that an application contains all of the required
2 information, the Director shall certify in writing that the application has been
3 received by the Commission.

4 (5) An applicant who is notified in accordance with §D(2) of this regulation and
5 who fails to submit the requested documents in a timely manner need not be
6 certified by the Director, and the Commission need not consider the application.

7 E. Changes in Application.

8 (1) If information submitted by an applicant as part of a license application
9 changes or becomes inaccurate before the Commission acts on the application, the
10 applicant shall immediately notify the Director in writing of the change or
11 inaccuracy.

12 (2) After an application has been filed by an applicant, the applicant may not
13 amend the application except:

14 (a) To address a deficiency in accordance with a notice sent under §D(2)
15 of this regulation;

16 (b) As required by the Commission or the Commission staff for
17 clarification of information contained in the application; or

18 (c) To address a change in the circumstances surrounding the application
19 that was outside the control of the applicant and that affects the ability of
20 the applicant to comply with the law or the regulations of the Commission.

21 (3) To amend an application under §E(2)(c) of this regulation, an applicant shall
22 file with the Director a written request to amend the application, stating:

23 (a) The change in the circumstances surrounding the application that
24 necessitates the amendment;

25 (b) The nature of the amendment; and

26 (c) The reason why the amendment is necessary to bring the application
27 into compliance with the law or the regulations of the Commission.

28 (4) The Commission shall grant or deny each request filed under §E(3) of this
29 regulation.

30 (5) A request shall be granted if the applicant demonstrates to the satisfaction of
31 the Commission that:

1 (a) The circumstances requiring the amendment were outside the control
2 of the applicant;

3 (b) Before the change in the circumstances surrounding the application,
4 the application complied with the pertinent provisions of the law or the
5 regulations of the Commission; and

6 (c) The amendment is necessary to bring the application into compliance
7 with the pertinent provisions of the law or the regulations of the
8 Commission.

9 (6) An application for an electronic gaming device principal employee license
10 may be withdrawn if the:

11 (a) Applicant submits a written request to the Commission to withdraw the
12 application; and

13 (b) Written request is submitted before the Commission has denied the
14 application.

15 F. Burden of Proof.

16 (1) The burden of proof shall be on the applicant to show that the applicant
17 complies with the regulations of the Commission regarding eligibility and
18 qualifications for the license.

19 (2) The Commission may deny an electronic gaming device principal employee
20 license to an applicant whose past or present conduct would bring the State into
21 disrepute.

22 (3) The Commission may deny a license to an applicant whose gaming license
23 has been suspended or revoked in another jurisdiction.

24 G. Administrative Costs of Background Investigations.

25 (1) Promptly upon receipt of an invoice from the Commission, an applicant for a
26 license shall reimburse the Commission for:

27 (a) The administrative costs associated with performing background
28 investigations of the applicant and any individual required to provide
29 information under Regulation .02 of this chapter; and

30 (b) Any payments made by the Commission to a person approved by the
31 Commission to conduct the background investigations.

1 (2) Failure to reimburse the Commission shall be grounds for disqualification of
2 the applicant and denial of the license application.

3 (3) The Commission may require an advance deposit from an applicant for the
4 Commission's estimate of the administrative costs of conducting the applicant's
5 background investigation.

6 (4) The Commission shall refund to an applicant any unused amount of the
7 advance deposit.

8 H. Payment and collection. Applicants shall pay the administrative costs and fees
9 required under this regulation by:

10 (1) Wire transfer;

11 (2) Money order;

12 (3) Certified check made payable to the "State of Maryland"; or

13 (4) Any other manner designated by the Commission.

14 I. Continuing Obligations.

15 (1) Applicants who are awarded a license shall, during the term of their
16 licensures, conform to all of the information contained in their license
17 applications.

18 (2) Failure to conform to the information contained in a license application shall
19 be grounds for the Commission invoking against the licensee the sanctions
20 described in COMAR 36.06.02.17.

21 **.02 Personal and Background Information.**

22 A. Except as otherwise provided by this regulation, the application documents shall
23 include the information under §B of this regulation, for an individual who is:

24 (1) The applicant;

25 (2) A director, officer, or key management individual with the applicant;

26 (3) A partner of the applicant; or

27 (4) An owner of an interest of 5 percent or more in the applicant.

28 B. An individual listed under §A of this regulation shall furnish the following:

- 1 (1) Full name and any previous names or aliases;
- 2 (2) Date of birth;
- 3 (3) Physical description;
- 4 (4) Home and business addresses and telephone numbers;
- 5 (5) Driver's license number and state of issuance;
- 6 (6) Social Security number; and
- 7 (7) Passport or identification photo.

8 C. If the applicant is a corporation, the application documents shall state the:

- 9 (1) State in which the applicant is incorporated; and
- 10 (2) Name and address of the applicant's agent for service of process in Maryland.

11 D. If an applicant is a nonprofit corporation, only an individual who is a director or
12 officer of the applicant shall provide the information required under §B of this regulation.

13 E. The Commission may require an applicant to furnish the information listed in §B of
14 this regulation with regard to the applicant's family and associates.

15 F. Inadvertent, non-substantive errors that might be made in furnishing the information
16 required by this regulation may not be used as a reason by the Commission for
17 disqualifying the applicant.

18 **.03 Information for Background Investigation.**

19 An individual required to provide information under Regulation .02 of this chapter shall
20 also submit a completed background form supplied by the Commission which includes a
21 statement disclosing whether the individual has ever been:

22 A. Arrested; B. Convicted of, pled nolo contendere to, or received probation before
23 judgment for, a felony or misdemeanor, other than a misdemeanor traffic offense;

24 C. Sanctioned by a government agency related to gaming;

25 D. Found liable in connection with a civil action related to gaming;

26 E. A debtor in a bankruptcy proceeding; or

27 F. Denied a bond.

1 **.04 Consent for Investigation.**

2 A. An individual who is required to provide personal and background information under
3 Regulation .02 of this chapter shall provide a statement that irrevocably gives consent to
4 the Commission, the Maryland State Police, and persons authorized by the Commissions
5 to:

6 (1) Verify all information provided in the application documents; and

7 (2) Conduct a background investigation of the individual.

8 B. An applicant shall authorize the Commission to have access to any and all information
9 the applicant has provided to any other jurisdiction while seeking a similar license in that
10 other jurisdiction, as well as the information obtained by that other jurisdiction during the
11 course of any investigation it may have conducted regarding the applicant.

12 **.05 Organizational Documents.**

13 A. If the applicant is a corporation, the application documents shall include a:

14 (1) Statement of when the corporation was organized;

15 (2) Copy of the articles of incorporation and bylaws of the corporation;

16 (3) Statement and documentation of whether the corporation has been reorganized
17 or reincorporated during the 5-year period preceding the date on which the
18 application documents are submitted to the Commission; and

19 (4) Statement and documentation of whether the corporation has filed restated
20 articles of incorporation.

21 B. If the applicant is an unincorporated business association, the application documents
22 shall include a:

23 (1) Copy of each organizational document of the applicant, including any
24 partnership agreement; and

25 (2) Description of any oral agreements involving the organization of the applicant.

26 **.06 Owners.**

27 A. If the applicant is an unincorporated business association, the application documents
28 shall identify:

29 (1) Each person who exercises voting rights in the applicant; and

1 (2) Each person who directly or indirectly owns 5 percent or more of the business
2 association.

3 B. If the applicant is authorized to issue capital stock, the applicant shall state, for each
4 class of stock authorized, the:

5 (1) Total number of shares;

6 (2) Par value, if any;

7 (3) Voting rights;

8 (4) Current rate of dividend; and

9 (5) Number of shares outstanding and the market value of each share.

10 C. If the applicant is a corporation, the application documents shall identify each person
11 who:

12 (1) Exercises voting rights in the corporation; and

13 (2) Directly or indirectly owns 5 percent or more of the corporation.

14 D. The application documents shall include a certified copy of each voting trust or voting
15 agreement in which capital stock of the applicant is held and shall state the:

16 (1) Name and address of each stockholder participating in the trust or agreement;

17 (2) Class of stock involved; and

18 (3) Total number of shares held by the trust or agreement.

19 E. The application documents shall describe the terms of any proxy by which any capital
20 stock may be voted and shall state the:

21 (1) Name and address of the person holding the proxy;

22 (2) Name and address of the stockholder who granted the proxy;

23 (3) Class of stock for which the proxy may vote; and

24 (4) Total number of shares voted by the proxy.

25 F. The application documents shall state any provisions, and the procedures by which
26 these provisions may be modified, for the redemption, repurchase, retirement,
27 conversion, or exchange of an ownership interest.

1 G. The application documents shall state whether the applicant's stock may be traded
2 through options and whether the corporation or a stockholder has executed an agreement
3 or contract to convey any of the corporation's or the stockholder's stock at a future date.

4 H. The application documents shall include a copy or a description of each agreement or
5 contract disclosed under §G of this regulation.

6 I. The application documents shall include a copy of each prospectus, pro forma, or other
7 promotional material given to potential investors about the facility.

8 J. The application documents shall provide full disclosure for any stock options that may
9 exist or have been granted.

10 **.07 Directors, Officers, and Partners.**

11 A. If the applicant is not an individual, the application documents shall include a list of
12 the individuals who are serving, or who are designated to serve, during the first year after
13 the date the application documents are submitted to the Commission, either as a director,
14 officer, partner, or an individual having key management responsibility.

15 B. For each individual listed under §A of this regulation, the applicant shall provide:

16 (1) The individual's name and address;

17 (2) Each position or office of the applicant held by the individual;

18 (3) The individual's principal occupation during the 5-year period preceding the
19 date on which the application documents are submitted to the Commission; and

20 (4) The nature and extent of any ownership interest that the individual has in the
21 applicant.

22 **.08 Controlling Entity.**

23 The application documents shall:

24 A. State whether another entity has a beneficial ownership in the applicant, as defined in
25 Business Regulation Article, §11-301, Annotated Code of Maryland;

26 B. Describe the:

27 (1) Nature of the beneficial ownership; and

28 (2) Extent of control exercised by the beneficial owner; and

C. Include information and documents required under Regulations .04—.09 of this chapter as to each beneficial owner.

.09 Outside Interests.

A. The application documents shall state whether the applicant, a director, officer, or partner of the applicant, or an owner of 5 percent or more of an interest in the applicant:

(1) Has ever held an ownership interest in a licensee of the Commission; or

(2) Is currently engaged in the business of gaming in another state, and the nature and extent of that involvement.

B. The applicant shall describe the nature of participation stated under §A of this regulation.

.10 Bonds.

A. The Commission may require an applicant or licensee to obtain a bond before the Commission issues or reissues a license.

B. A bond shall be for the benefit of the State for the faithful performance of the requirements imposed by Maryland Criminal Law Article, §12-301.1, Annotated Code of Maryland, and any regulations issued under that section.

C. The Commission may not issue or reissue a license unless it has received satisfactory proof of a bond.

D. The Commission may apply a bond to the payment of an unpaid liability of the applicant or licensee.

.11 Electronic Gaming Device Facility License

A. General.

(1) Unless a facility operator holds a valid facility license issued by the Commission, the facility operator may not offer an electronic gaming device for play.

(2) The following persons must meet the Commission's facility license requirements:

(a) A facility; and

(b) Each person that owns or controls a facility.

B. Qualification Requirements.

- 1 The Commission may issue a facility license to a facility that has:
- 2 (1) Paid the application and license fee under § C of this regulation;
- 3 (2) If required, obtained a bond required under Regulation .10A of this chapter;
- 4 (3) Furnished the Commission with the information and documentation required
- 5 under this chapter; and
- 6 (4) Provided the Commission with sufficient information to establish that the
- 7 facility has otherwise qualified for a facility license.

8 C. Application and License Fees.

- 9 (1) The application fee for a person is \$5,000 for a facility
- 10 (2) The license fee for a person is \$2,500 for a facility.
- 11 (3) The annual license fee for each electronic gaming device in operation at a
- 12 facility is \$150.

13 D. The facility license authorizes the licensee to offer electronic gaming devices for play.

14 E. The facility license issued by the Commission shall specify:

- 15
- 16 (1) Date and time at which operations may commence; and
- 17
- 18 (2) Maximum number of electronic gaming devices that may be operated by the
- 19 facility operator under the facility license.
- 20

21 F. The Commission may issue a facility license subject to conditions.

22

23 G. The Commission may issue a facility license after determining that:

24

- 25 (1) The facility complies with the regulations of this chapter;
- 26
- 27 (2) All electronic gaming devices and associated equipment to be used in the
- 28 facility have been tested and comply with any standards established by the
- 29 Commission;
- 30
- 31 (3) The facility operator is prepared to implement the internal controls,
- 32 surveillance and security procedures that are necessary to ensure that the
- 33 operation of the electronic gaming devices and facility is conducted safely and
- 34 legally.

1 H. A licensee has a continuing duty to inform the Commission of an act or omission that
2 the licensee knows or should know constitutes a violation of the Commission's
3 regulations.

4 I. Term; Renewal; License Renewal Fee.

5 (1) The term of a facility license is 5 years.

6 (2) The Commission may renew the license if, before the term of the license
7 expires, the licensee applies for renewal; and

8 (a) Continues to comply with all licensing requirements;

9 (b) Submits to a background investigation under Regulation .03 of this
10 chapter; and

11 (c) Pays a license renewal fee in the amount of the license fee that is
12 required under § C(2) of this regulation.

13 **.12 Manufacturer Licenses.**

14 A. Unless a manufacturer holds a valid manufacturer's license issued by the Commission
15 before conducting business with a licensee, the manufacturer may not offer an electronic
16 gaming device, associated equipment or software, or goods or services that directly relate
17 to the operation of electronic gaming device.

18 B. The following persons must meet the Commission's manufacturer license
19 requirements:

20 (1) A manufacturer; and

21 (2) Each person that owns, controls, or is a representative of a manufacturer.

22 C. A manufacturer of electronic gaming devices shall meet the requirements of and be
23 licensed as a manufacturer of:

24 (1) Video lottery terminals or table games under COMAR 36.03.02.13; or

25 (2) Electronic gaming devices under COMAR 36.06.

26 D. A manufacturer shall pay the Commission an annual license fee of \$150 for each of its
27 electronic gaming devices in operation at a facility.

28 **.13 Principal Employee Licenses.**

1 A. Unless an individual holds a valid principal employee license issued by the
2 Commission, the individual may not be employed by a licensee as a principal employee.

3 B. Qualification Requirements.

4 The Commission may issue a principal employee license to an individual who is
5 employed by a licensee, and who has:

6 (1) Paid the application and license fee under §C of this regulation;

7 (2) If required, obtained a bond required under Regulation .10 of this chapter;

8 (3) Furnished the Commission with the personal and background information
9 required under Regulation .02 this chapter; and

10 (4) Provided the Commission with sufficient information to establish that the
11 individual is qualified for a principal employee license.

12 C. Application and License Fees.

13 (1) The application fee for a principal employee is \$1,250.

14 (2) The license fee for a principal employee 375.

15 D. The principal employee license authorizes the licensee to function as a principal
16 employee for any licensee in the State.

17 E. A principal employee may not play an electronic gaming device at a facility:

18 (1) Where the individual is employed; or

19 (2) That is operated by the individual's employer.

20 F. A licensee has a continuing duty to inform the Commission of an act or omission that
21 the licensee knows or should know constitutes a violation under Maryland Criminal Law
22 Article, §12-301.1, Annotated Code of Maryland or the Commission's regulations.

23 G. Term; Renewal; License Renewal Fee.

24 (1) The term of a principal employee license is 5 years.

25 (2) The Commission may renew the license if, before the term of the license
26 expires, the licensee:

27 (a) Applies for renewal;

- 1 (b) Continues to comply with all licensing requirements;
- 2 (c) Maintains employment as a principal employee;
- 3 (d) Submits to a background investigation under Regulation .04 of this
- 4 chapter; and
- 5 (e) Pays a license renewal fee of \$375.

6 H. Sponsored license.

7 (1) The Commission may issue to a principal employee license applicant a
8 sponsored license to permit the individual to legally work as a principal employee
9 before the Commission's licensing process is complete.

10 (2) A licensed facility operator or manufacturer may submit an application for a
11 sponsored license on behalf of an individual who is seeking a principal employee
12 license.

13 (3) An application for a sponsored license shall be in a format designated by the
14 Commission and shall include:

15 (a) A completed application for a principal employee license;

16 (b) Payment of the fees required under § C of this regulation;

17 (c) Documentation to verify that the sponsor has:

18 (i) Offered the individual at least conditional employment;

19 (ii) Obtained bond as required under Regulation .10; and

20 (iii) Performed, at a minimum, a Social Security database check,
21 criminal check, employment verification, and a national database
22 search.

23 (4) The Commission may grant a sponsored license after:

24 (a) Receiving all items required under § H(3) of this regulation; and

25 (b) Performing on the individual a:

26 (i) Criminal background investigation under Regulation .04; and

27 (ii) Credit check.

1 (5) A sponsored license:

2 (a) Is valid for one non-renewable one-year term;

3 (b) Is not transferable to employment with a different facility operator or
4 manufacturer; and

5 (c) Automatically converts to a principal employee license when the
6 Commission notifies the sponsor that the individual meets the license
7 qualification requirements under § B of this regulation.

8
9 **14. Corrective Action.**

10
11 A. Deficiency.

12
13 If the Director determines that a licensee under this subtitle no longer meets a
14 license requirement of the subtitle, or that there is cause for imposing sanctions under
15 Regulation .17 of this chapter, the Director shall:

16
17 (1) Assess the seriousness of the deficiency;

18
19 (2) Require the licensee to develop a corrective action plan;

20
21 (3) Determine whether it is necessary during the pendency of the corrective action
22 process to emergently suspend the license;

23
24 (4) Evaluate and, if acceptable to the Agency, approve the corrective action plan;

25
26 (5) Determine appropriate timelines for the completion of corrective action;

27
28 (6) Conduct periodic monitoring of a licensee for which the Agency required a
29 corrective action plan to assess the licensee's progress toward remedying the
30 deficiencies; and

31
32 (7) Recommend that the Commission impose a sanction under Regulation .15 of
33 this chapter if a deficiency is not remedied through implementation of corrective action.

34
35 B. Deficiency Notice.

36
37 Upon determining that corrective action is required to remedy a deficiency, the
38 Director shall give written notice to a licensee that includes:

39
40 (1) A description of the violation;

41
42 (2) A description of the possible sanctions; and

1
2 (3) The requirement for the licensee to submit a corrective action plan to the
3 Director within a time frame established by the Director.
4

5 C. Corrective Action Plan.
6

7 (1) Within 10 days of receipt of a deficiency notice under § B of this regulation,
8 the licensee shall submit a corrective action plan to the Director for the Director's
9 approval.
10

11 (2) The Director shall review the corrective action plan and inform the licensee
12 whether the corrective action plan is acceptable.
13

14 (3) If the licensee fails to submit an acceptable corrective action plan within the
15 time described under § C(1) of this regulation, the Director may:
16

17 (a) Provide the licensee with additional time within which to submit a revised
18 corrective action plan; or
19

20 (b) Impose a sanction on the licensee under Regulation .15 of this chapter.
21

22 (4) If the Director provided a licensee notice under § B(3) of this regulation and
23 received no timely written response, the Commission may adopt as final the Director's
24 decision to impose a sanction under Regulation .15 of this chapter.
25

26 D. Corrective Action Outcomes.
27

28 (1) If at any time during the corrective action period the Director determines that
29 the licensee has failed to fulfill a requirement of the corrective action plan or has made
30 insufficient progress toward remedying a deficiency, the Director may:
31

32 (a) For good cause, extend the time for completion of a corrective action plan;
33 or
34

35 (b) Emergently suspend the licensee's license.
36

37 (2) If at the end of the corrective action period the licensee has failed to
38 adequately remedy a deficiency, the Director may impose a sanction under Regulation
39 .15 of this chapter.
40

41 **.15 Sanctions.**
42

43 A. The Director may impose sanctions on a licensee for:
44

45 (1) Violating or failing to fulfill the licensee's responsibilities or a condition of a
46 license under this subtitle;

- 1
2 (2) Violating:
3
4 (a) A provision of the law;
5
6 (b) A regulation adopted under the law; or
7
8 (c) An order or directive of the Commission;
9
10 (3) Providing the Commission with false or misleading information;
11
12 (4) Failing to cooperate with the Commission;
13
14 (5) Failing to remit, or failing to make timely remittance of, funds owed to the
15 Commission;
16
17 (6) Failing to prepare, submit, or implement an adequate corrective plan under
18 Regulation .14 C of this chapter;
19
20 (7) Incurring criminal charges related to the conduct of illegal gaming;
21
22 (8) Possessing materials or equipment indicating involvement by the licensee or
23 the licensee's employees in the conduct of illegal gaming; or
24
25 (9) Other activities or action deemed by Director to require the imposition of a
26 sanction.
27

28 B. Types of Sanctions.

29
30 Sanctions may include emergency suspension, suspension, revocation, and placement of
31 conditions on the license.
32

33 C. Suspension, Revocation and Conditions.

34
35 (1) Except as set forth in § D of this regulation, the Director shall give the
36 licensee notice of the intended suspension, revocation, or imposition of a condition at
37 least 15 days before the imposition of the intended sanction.
38

39 (2) A licensee may appeal the Director's imposition of a sanction before the date
40 the sanction is imposed by submitting a request for a hearing before the Commission.

41 (3) The final action on a sanction is subject to judicial review as provided in State
42 Government Article, Title 10, Subtitle 2, Annotated Code of Maryland.
43

44 D. Emergency Suspension.
45

1 (1) Notwithstanding any other requirement of this chapter, if the Director
2 determines that immediate action is necessary to protect against an imminent, serious
3 threat by a licensee to the security, financial stability, reputation, or integrity of the
4 electronic gaming device program, the Director may suspend a license without prior
5 notice.

6
7 (2) If the Director emergently suspends a license, the Director shall provide the
8 licensee with written notice that includes:

- 9
10 (a) A statement of the authority upon which the suspension is based;
11
12 (b) The nature of the violation;
13
14 (c) The duration of suspension;
15
16 (d) Information about the licensee's obligation to submit to the Agency a
17 corrective plan; and
18
19 (e) A statement of the licensee's right to request a Commission hearing.
20

21 (3) If after a license is emergently suspended, the licensee does not submit a
22 timely written request for a Commission hearing, the Director may move to revoke the
23 license by giving the licensee notice under § C(1) of this regulation.
24

25 **.16 Hearings.**

26 A. The Commission shall conduct a hearing in order to:

- 27 (1) Grant or deny a manufacturer license;
28 (2) Suspend a license; and
29 (3) Revoke a license.

30 B. Denial of a License. After reviewing an application submitted under Regulation .02 of
31 this chapter, the Director may recommend that the Commission deny a license.
32

33 (1) If the Director recommends that the Commission deny a license, the Director,
34 or the Director's designee, shall promptly provide the applicant with written
35 notice of the:

- 36
37 (a) Recommendation for denial;
38
39 (b) Basis for the recommendation; and
40

1 (c) Applicant's right to request a reconsideration meeting with the Director
2 or the Director's designee.
3

4 (2) An applicant may submit to the Commission a written request for a
5 reconsideration meeting within 15 days of the date of the notice described in §
6 B(1) of this regulation.
7

8 (3) If an applicant fails to timely submit a request under § B(2) of this regulation,
9 the Commission may adopt as final the recommendation of the Director or the
10 Director's designee.
11

12 (4) During a reconsideration meeting, an applicant may:
13

14 (a) Be represented by counsel; and
15

16 (b) Present evidence as to why the license should be granted;
17

18 (5) If after the reconsideration meeting the applicant is dissatisfied with the
19 recommendation of the Director or the Director's designee, the applicant may
20 submit to the Commission, in writing:
21

22 (a) A request for hearing before the Commission on the recommendation
23 of the Director or the Director's designee; and
24

25 (b) The applicant's legal and factual bases for disagreeing with the
26 recommendation of the Director or the Director's designee.
27

28 (6) An applicant may submit a hearing request to the Commission within 15 days
29 of the date of the recommendation of the Director or the Director's designee after
30 the reconsideration meeting.
31

32 (7) If an applicant fails to timely submit a hearing request under § B(5), the
33 Commission may adopt as final the recommendation of the Director or the
34 Director's designee.
35

36 (8) A hearing request that complies with § B(5) and (6) of this regulation shall be
37 the subject of a hearing before the Commission, after which the Commission
38 shall:
39

40 (a) Determine that the applicant is qualified and grant the license; or
41

42 (b) Determine that the applicant is not qualified or disqualified; and
43

44 (i) Deny the license; and
45

(ii) Prepare an order denying the license with a statement of the reasons and specific findings of fact.

(9) The Commission's decision is final.

C. A Commission hearing shall be conducted in the manner specified in:

(1) State Government Article, Title 10, Subtitle 2, Annotated Code of Maryland;
and

(2) COMAR 36.01.02.06.

DRAFT