

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

2   **Subtitle 03 GAMING PROVISIONS**

3   **Chapter 08 Collection of Taxes, Fees, and Penalties**

4           **Authority: State Government Article, §§ 9-1A-01, 9-1A-04, 9-1A-26, and 9-1A-33,**  
5   **Annotated Code of Maryland**

6   **.03 Obligation to Pay.**

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8   A. A tax that is due and payable shall be paid by an applicant or licensee and collected in  
9   accordance with State and federal law.

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11   B. For a fee or penalty:

12           (1) The Commission shall issue an invoice or other order to pay; and

13           (2) An applicant or licensee shall remit payment to the Commission within 30 days after the  
14           date of the invoice or order to pay.

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18   C. Reconciliation of Proceeds.

19           (1) In reconciling proceeds as described in this section, a facility operator shall account for  
20           video lottery terminal proceeds separately from table game proceeds.

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22           (2) If a facility operator returns to successful players more than the amount of money bet  
23           through video lottery terminal or table game play on a gaming day, the facility operator may  
24           subtract the difference between the amount bet and the amount returned to players from its  
25           proceeds of ~~the next consecutive~~ **up to seven following** gaming day **days**.

26  
27           (3) ~~A facility operator may:~~

28                   ~~(a) Subtract the total difference described in §C(2) of this regulation for the following~~  
29                   ~~consecutive gaming day; and~~

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For April 26, 2018 Commission. The proposed amendments would implement Ch. \_\_, Acts 2018 (HB 1171 *Reconciliation of Proceeds*), which was passed during the 2018 session of the Maryland General Assembly to amend the definition of “proceeds” in SG § 9-1A-01(u). The Commission is now required to adopt regulations that allow a video lottery operation licensee to reduce the amount of proceeds when a video lottery operation licensee returns to successful players more than the amount of money bet through video lottery terminals or table games for up to seven following days. This law takes effect July 1, so these amendments should be designated as both emergency and non-emergency.

1 ~~(b) If the total difference described in §C(2) of this regulation exceeds the amount of~~  
2 ~~proceeds for the following consecutive gaming day, continue to subtract the remaining~~  
3 ~~difference after the first day for up to one additional consecutive gaming day.~~

4  
5 (4) A facility operator may not subtract losses pursuant to §C(3 2) of this regulation for more  
6 than ~~two~~ seven consecutive gaming days.  
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