

Maryland Lottery and Gaming Control Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: April 26, 2018

AGENDA ITEM: **Regulation Change – Loss Carryforward**
Title 36.03.08.03 - Obligation to Pay

PRESENTER: James B. Butler, Managing Director – Organizational Compliance

ISSUE SUMMARY: **Amendments to the above regulation**

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.

Staff recommends the Commission approve the regulation changes as both emergency and non-emergency, and that the Commission’s approval be contingent upon the bill’s being finally enacted with the Governor’s signature.

COMMISSION ACTION REQUIRED/REQUESTED: Commission approval upon review and discussion

STAFF RECOMMENDATIONS: Staff recommends approval