

CHAPTER 163

(House Bill 220)

AN ACT concerning

Lottery Agency – Licensed Agents – Security Requirements

FOR the purpose of ~~requiring~~ allowing the Director to require certain lottery agents to post security in a certain manner to protect lottery funds; and generally relating to security requirements for State lottery agents.

BY repealing and reenacting, with amendments,

Article – State Government

Section 9-114

Annotated Code of Maryland

(1984 Volume and 1990 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article – State Government

9-114.

(A) The Director ~~shall~~ MAY require [a bond from each licensed agent] ~~EACH ANY LOTTERY AGENT GRANTED A LICENSE TO POST EITHER AN APPROPRIATE SURETY BOND, IRREVOCABLE LETTER OF CREDIT, OR CASH SECURITY DEPOSIT~~ in the amount that the regulations of the Agency set.

(B) (1) IN LIEU OF A SURETY BOND, IRREVOCABLE LETTER OF CREDIT, OR CASH SECURITY DEPOSIT, THE AGENCY, AT THE DISCRETION OF THE DIRECTOR, MAY PROVIDE A BLANKET BOND COVERING ALL OR SELECTED AGENTS IN ACCORDANCE WITH THE AVAILABILITY OF BONDS AND THE FINANCIAL STATUS OF AN INDIVIDUAL OR A CORPORATION.

(2) A BOND PROVIDED BY THE AGENCY SHALL BE:

(I) PROVIDED AT THE AGENT'S EXPENSE; AND

(II) BASED UPON A FINANCIAL EVALUATION OF THE AGENT CONDUCTED BY THE DIRECTOR.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1991.

Approved April 30, 1991.
