

MAINE STATE LEGISLATURE

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DATE: 3-26-04

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MAJORITY
LEGAL AND VETERANS AFFAIRS

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STATE OF MAINE
HOUSE OF REPRESENTATIVES
121ST LEGISLATURE
SECOND SPECIAL SESSION

COMMITTEE AMENDMENT "B" to H.P. 996, L.D. 1354, Bill, "An Act To Permit Video Gaming for Money Conducted by Nonprofit Organizations"

Amend the bill in section 3 in paragraph K in the last line (page 1, line 22 in L.D.) by inserting after the following: "Police" the following: 'or the chief's designee'

Further amend the bill in section 6 in paragraph N in the 4th line (page 2, line 1 in L.D.) by striking out the following: "routine technical" and inserting in its place the following: 'major substantive'

Further amend the bill in section 8 in that part designated "§361." in subsection 9 by inserting at the end a new blocked paragraph to read:

' "Illegal gaming machine" does not include those machines owned or leased by the Department of Administrative and Financial Services, Bureau of Alcoholic Beverages and Lottery Operations and operated in accordance with this chapter.'

Further amend the bill in section 8 in that part designated "§361." by striking out all of subsection 15 (page 4, lines 1 to 3 in L.D.)

Further amend the bill in section 8 in that part designated "§361." by renumbering the subsections to read consecutively.

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COMMITTEE AMENDMENT "B" to H.P. 996, L.D. 1354

2 Further amend the bill in section 8 in that part designated
3 "§364." in subsection 1 in paragraph C in the 3rd and 4th lines
4 (page 5, lines 1 and 2 in L.D.) by striking out the following:
5 "routine technical" and inserting in its place the following:
6 'major substantive'

8 Further amend the bill in section 8 in that part designated
9 "§364." in subsection 2 in paragraph B in the first line (page 5,
10 line 18 in L.D.) by striking out the following: "routine
11 technical" and inserting in its place the following: 'major
12 substantive'

14 Further amend the bill in section 8 in that part designated
15 "§364." in subsection 2 in paragraph B in subparagraph (7) in the
16 last line (page 5, line 45 in L.D.) by inserting after the
17 following: "located;" the following: 'and'

18 Further amend the bill in section 8 in that part designated
19 "§364." in subsection 2 in paragraph C in subparagraph (4) in the
20 last line (page 6, line 11 in L.D.) by striking out the
21 following: "; and" and inserting in its place the following: '.'

24 Further amend the bill in section 8 in that part designated
25 "§364." in subsection 2 by striking out all of paragraph D (page
26 6, lines 13 and 14 in L.D.)

28 Further amend the bill in section 8 in that part designated
29 "§365." in subsection 1 in paragraph A in the 4th and 5th lines
30 (page 6, lines 24 and 25 in L.D.) by striking out the following:
31 "routine technical" and inserting in its place the following:
32 'major substantive'

34 Further amend the bill in section 8 in that part designated
35 "§365." in subsection 2 by inserting before paragraph A the
36 following:

38 'A. Contract to purchase or lease video lottery terminals
39 and place or cause to be placed video lottery terminals on
40 premises licensed under this chapter;'

42 Further amend the bill in section 8 in that part designated
43 "§365." in subsection 2 by relettering the paragraphs to read
44 consecutively.

46 Further amend the bill in section 8 in that part designated
47 "§371." in subsection 1 in paragraph B in the 2nd line (page 8,
48 line 15 in L.D.) by striking out the following: "501(c)(3),
49 501(c)(4),"
50

COMMITTEE AMENDMENT "B" to H.P. 996, L.D. 1354

2 Further amend the bill in section 8 in that part designated
"§371." in subsection 1 by striking out all of the last blocked
paragraph (page 8 lines 24 to 38 in L.D.)

4

6 Further amend the bill in section 8 in that part designated
"§371." in subsection 3 in the 2nd line (page 10, line 2 in L.D.)
by inserting after the following: "issue" the following: 'or
renew'

8

10 Further amend the bill in section 8 in that part designated
"§371." in subsection 3 in the 3rd line (page 10, line 3 in L.D.)
by inserting after the following: "license" the following: 'or
renewal'

14

16 Further amend the bill in section 8 in that part designated
"§371." in subsection 4 in paragraph C in the last line (page 10,
line 35 in L.D.) by inserting after the following: "applicant."
the following: 'Denial of an initial application and refusal to
renew a license by the municipal officers is subject to appeal to
the Chief of the State Police.'

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22 Further amend the bill in section 8 in that part designated
"§372." by striking out all of subsections 2 and 3 (page 10,
lines 48 to 50 and page 11, lines 1 to 12 in L.D.)

24

26 Further amend the bill in section 8 in that part designated
"§373." in subsection 1 in the 3rd line (page 11, line 18 in
L.D.) by inserting after the following: "Police" the following:
'and owned or leased and placed in a licensed facility by the
Bureau of Alcoholic Beverages and Lottery Operations'

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32 Further amend the bill in section 8 in that part designated
"§373." in subsection 2 in paragraph F in the first and 2nd lines
34 (page 11, lines 43 and 44 in L.D.) by striking out the
following: "After completion of the 5-year phase-in period
described in subsection 3, must" and inserting in its place the
following: 'Must'

36

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40 Further amend the bill in section 8 in that part designated
"§373." in subsection 2 in paragraph G in the first and 2nd lines
(page 12, lines 1 and 2 in L.D.) by striking out the following:
42 "After completion of the 5-year phase-in period described in
subsection 3, must" and inserting in its place the following:
44 'Must'

44

46 Further amend the bill in section 8 in that part designated
"§373." in subsection 2 in paragraph H in the first and 2nd lines
(page 12, lines 10 and 11 in L.D.) by striking out the
48 following: "After completion of the 5-year phase-in period

COMMITTEE AMENDMENT "B" to H.P. 996, L.D. 1354

2 described in subsection 3, must" and inserting in its place the following: 'Must'

4 Further amend the bill in section 8 in that part designated
6 "~~§373.~~" in subsection 2 in paragraph I in the first and 2nd lines
(page 12, lines 19 and 20 in L.D.) by striking out the
8 following: "After completion of the 5-year phase-in period
described in subsection 3, must" and inserting in its place the
following: 'Must'

10 Further amend the bill in section 8 in that part designated
12 "~~§373.~~" by striking out all of subsection 3 (page 12, lines 24 to
30 in L.D.)

14 Further amend the bill in section 8 in that part designated
16 "~~§373.~~" by renumbering the subsections to read consecutively.

18 Further amend the bill in section 8 in that part designated
20 "~~§375.~~" in subsection 2 in the first line (page 14, line 39 in
L.D.) by striking out the following: "The" and inserting in its
place the following: 'Each'

22 Further amend the bill in section 8 in that part designated
24 "~~§375.~~" in subsection 3 in the 2nd line (page 15, line 7 in L.D.)
by inserting after the following: "Police" the following: 'or
26 the chief's designee'

28 Further amend the bill in section 8 in that part designated
30 "~~§376.~~" in subsection 1 in paragraph A in the last line (page 16,
line 13 in L.D.) by striking out the following: "\$5,000" and
inserting in its place the following: '\$3,500'

32 Further amend the bill in section 8 in that part designated
34 "~~§376.~~" in subsection 1 in paragraph B in the last line (page 16,
line 17 in L.D.) by striking out the following: "\$5,000" and
36 inserting in its place the following: '\$3,500'

38 Further amend the bill in section 8 in that part designated
40 "~~§376.~~" in subsection 1 in paragraph C in the last line (page 16,
line 21 in L.D.) by striking out the following: "\$600" and
inserting in its place the following: '\$500'

42 Further amend the bill in section 8 in that part designated
44 "~~§381.~~" in subsection 1 in the last line (page 18, line 2 in
L.D.) by inserting after the following: "subsection 1." the
46 following: 'If an operator licensed under this chapter does not
have a license to sell liquor, the hours of play are limited to
48 the hours when the sale of liquor is permissible under Title
28-A, section 4, subsection 1.'

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2 Further amend the bill in section 8 in that part designated
"§381." by inserting after subsection 4 the following:

4 '5. Suspension of liquor license. If at any time the
liquor license of an operator licensed by this chapter is
6 suspended or revoked, the license to operate video lottery
terminals is suspended until the liquor license is reinstated.

8
10 6. Operation of video lottery terminals separate from
conduct of beano. If an operator licensed under this chapter is
12 also licensed to conduct beano, the operation of beano must be
kept physically separate from the operation of video lottery
14 terminals.'

16 Further amend the bill in section 8 in that part designated
"§383." by striking out all of subsection 1 and inserting in its
18 place the following:

20 '1. Allocation of net terminal income. Net terminal income
must be allocated as follows.

22 A. Thirty-four percent must be sent to the Treasurer of
State for deposit in the Video Gaming Fund established in
24 section 384.

26 B. One percent must be sent to the Treasurer of State for
deposit in the Compulsive Gambling Rehabilitation Fund
28 established in Title 22, section 1700-A.

30 C. Sixty-five percent must be paid to the licensee. If a
licensee has obtained use of a video gaming terminal from a
32 state-certified distributor, the distributor must be paid,
pursuant to an agreement between the licensee and the
34 distributor, out of the funds received by the licensee under
this paragraph.'

36
38 Further amend the bill in section 8 in that part designated
"§383." by striking out all of subsection 3 and inserting in its
40 place the following:

42 '3. Use of state share. At the end of each fiscal year
beginning after June 30, 2005, the Treasurer of State shall
44 transfer to the Local Government Fund created in Title 30-A,
section 5681 an amount equal to 50% of the state share of net
46 terminal income derived from video gaming terminals during that
fiscal year, net of state administrative costs. Not later than
48 30 days after the end of each fiscal year, the Treasurer of State
shall issue to municipalities that host an organization licensed
to operate video lottery terminals all unexpended amounts of the

2 state share, in proportion to the amount generated by video
lottery terminals operated in that municipality.'

4 Further amend the bill in section 8 in that part designated
6 "~~§384.~~" in subsection 2 by striking out all of paragraphs A to D
(page 19, lines 43 to 50 and page 20, lines 2 and 3 in L.D.) and
8 inserting in their place the following:

10 'A. For expenses incurred in implementing or enforcing this
chapter that do not exceed 10% of the fund; and

12 B. For payment to the Local Government Fund pursuant to
section 383.'

14 Further amend the bill in section 8 in that part designated
16 "~~§394.~~" in subsection 1 in the first line (page 21, line 17 in
L.D.) by inserting after the following: "who" the following:
18 'negligently'

20 Further amend the bill in section 8 in that part designated
22 "~~§394.~~" in subsection 2 in the first line (page 21, line 37 in
L.D.) by inserting after the following: "who" the following:
24 'negligently'

26 Further amend the bill in section 8 in that part designated
28 "~~§395.~~" by striking out all of subsection 1 (page 22, lines 14
and 15 in L.D.) and inserting in its place the following:

30 '1. Forfeiture. An illegal gaming machine, including any
monetary contents and any funds that have passed through the
machine since the commission of the illegal act, is subject to
32 forfeiture to the State.'

34 Further amend the bill in section 8 in that part designated
36 "~~§396.~~" in subsection 1 by striking out all of the last sentence
(page 24, lines 46 to 49 in L.D.)

38 Further amend the bill in section 8 in that part designated
40 "~~§399.~~" in the first line (page 27, line 15 in L.D.) by striking
out the following: "routine technical" and inserting in its
42 place the following: 'major substantive'

44 Further amend the bill in section 9 in that part designated
46 "~~§1700-A.~~" by striking out all of subsection 2 (page 27, lines 33
to 37 in L.D.) and inserting in its place the following:

48 '2. Administration. The Department of Behavioral and
Developmental Services shall administer the fund through the
Office of Substance Abuse and shall adopt rules as necessary to
50 administer the fund and to determine the criteria for eligible

recipients. Rules adopted pursuant to this subsection are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A.'

Further amend the bill by striking out all of section 10.

Further amend the bill by striking out all of section 13 and inserting in its place the following:

'Sec. 13. Appropriations and allocations. The following appropriations and allocations are made.

ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF

Nonprofit Gaming

Initiative: Appropriates funds for one Clerk III position, one Clerk IV position, the costs of leasing video gaming terminals, the costs of providing a computerized monitoring system and other operational costs.

General Fund	2003-04	2004-05
Positions - Legislative Count	(0.000)	(2.000)
Personal Services	\$0	\$81,518
All Other	0	2,668,750
General Fund Total	\$0	\$2,750,268

ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF DEPARTMENT TOTALS

	2003-04	2004-05
GENERAL FUND	\$0	\$2,750,268
DEPARTMENT TOTAL - ALL FUNDS	\$0	\$2,750,268

AGRICULTURE, FOOD AND RURAL RESOURCES, DEPARTMENT OF

Harness Racing Commission 0320

Initiative: Deallocates funds to reflect a loss of dedicated revenues.

Other Special Revenue Funds	2003-04	2004-05
All Other	\$0	(\$37,014)
Other Special Revenue Funds Total	\$0	(\$37,014)

AGRICULTURE, FOOD AND RURAL

12/03

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2	RESOURCES, DEPARTMENT OF DEPARTMENT TOTALS	2003-04	2004-05
4	OTHER SPECIAL REVENUE FUNDS	\$0	(\$37,014)
6	DEPARTMENT TOTAL - ALL FUNDS	\$0	(\$37,014)

8 **ATTORNEY GENERAL, DEPARTMENT OF THE**
10 **Administration - Attorney General 0310**

12 Initiative: Provides funds for an Assistant Attorney General
14 position to assist in rulemaking, forfeitures, license
14 application denial appeals and other required legal services.

16	General Fund	2003-04	2004-05
	Positions - Legislative Count	(0.000)	(1.000)
18	Personal Services	\$0	\$62,234
	All Other	0	8,664
20			
	General Fund Total	\$0	\$70,898

22	ATTORNEY GENERAL, DEPARTMENT OF THE		
24	DEPARTMENT TOTALS	2003-04	2004-05
26	GENERAL FUND	\$0	\$70,898
28	DEPARTMENT TOTAL - ALL FUNDS	\$0	\$70,898

30 **BEHAVIORAL AND DEVELOPMENTAL**
32 **SERVICES, DEPARTMENT OF**

34 **Office of Substance Abuse 0679**

36 Initiative: Allocates funds for the newly established Compulsive
36 Gambler Rehabilitation Fund.

38	Other Special Revenue Funds	2003-04	2004-05
	All Other	\$0	\$96,390
40			
	Other Special Revenue Funds Total	\$0	\$96,390

42	BEHAVIORAL AND DEVELOPMENTAL		
44	SERVICES, DEPARTMENT OF		
46	DEPARTMENT TOTALS	2003-04	2004-05
	OTHER SPECIAL REVENUE FUNDS	\$0	\$96,390
48	DEPARTMENT TOTAL - ALL FUNDS	\$0	\$96,390

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COMMITTEE AMENDMENT "B" to H.P. 996, L.D. 1354

PUBLIC SAFETY, DEPARTMENT OF

2

State Police - Nonprofit Gaming Enforcement

4

6

Initiative: Appropriates funds for one Sergeant position and a portion of the operating costs necessary to enforce the legal requirements of nonprofit video gaming.

8

General Fund	2003-04	2004-05
Positions - Legislative Count	(0.000)	(1.000)
Personal Services	\$0	\$99,416
All Other	0	68,236
General Fund Total	\$0	\$167,652

16

State Police - Nonprofit Gaming Enforcement

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Initiative: Allocates funds for one Detective position, 3 Public Safety Inspector I positions, one Clerk Typist III position, one Clerk Typist II position and a portion of the operating costs necessary to enforce the legal requirements of nonprofit video gaming.

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Other Special Revenue Funds	2003-04	2004-05
Positions - Legislative Count	(0.000)	(6.000)
Personal Services	\$0	\$383,524
All Other	0	\$45,442
Other Special Revenue Funds Total	\$0	\$428,966

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PUBLIC SAFETY, DEPARTMENT OF

32

DEPARTMENT TOTALS

34

36

	2003-04	2004-05
GENERAL FUND	\$0	\$167,652
OTHER SPECIAL REVENUE FUNDS	0	428,966
DEPARTMENT TOTAL - ALL FUNDS	\$0	\$596,618

38

TREASURER OF STATE, OFFICE OF

40

Nonprofit Gaming - Municipal Distribution

42

44

Initiative: Allocates funds for the distribution of funds to those municipalities who are hosts to licensed nonprofit video gaming operators.

46

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Other Special Revenue Funds	2003-04	2004-05
All Other	\$0	\$1,930,349
Other Special Revenue Funds Total	\$0	\$1,930,349

2	State - Municipal Revenue Sharing	0020	
4	Initiative: Allocates funds to reflect the distribution of funds from the Video Gaming Fund.		
6			
8	Other Special Revenue Funds	2003-04	2004-05
	All Other	\$0	\$1,930,349
10	Other Special Revenue Funds Total	\$0	\$1,930,349
12	TREASURER OF STATE, OFFICE OF		
	DEPARTMENT TOTALS	2003-04	2004-05
14			
	OTHER SPECIAL REVENUE FUNDS	\$0	\$3,860,698
16			
	DEPARTMENT TOTAL - ALL FUNDS	\$0	\$3,860,698
18			
20	SECTION TOTALS	2003-04	2004-05
	GENERAL FUND	\$0	\$2,988,818
22	OTHER SPECIAL REVENUE FUNDS	0	4,349,040
24	SECTION TOTAL - ALL FUNDS	\$0	\$7,337,858'

26 Further amend the bill by relettering or renumbering any
 28 nonconsecutive Part letter or section number to read
 30 consecutively.

32 **SUMMARY**

34 This amendment is a revised version of the original
 36 committee amendment: changes were made to the distribution of
 net terminal income, noted later in this summary.

38 This amendment restricts the types of nonprofit
 40 organizations eligible for a license to operate video gaming
 42 terminals. It removes from eligibility organizations that are
 44 exempt from federal tax under Internal Revenue Code, Sections
 501(c)(3) and 501(c)(4). It maintains organizations that are
 46 eligible for games of chance licenses and that are exempt from
 48 federal tax under Internal Revenue Code, Section 501(c)(8),
 501(c)(10) or 501(c)(19). These sections of the tax code refer
 to fraternal benefit societies, domestic fraternal societies and
 associations and veterans' organizations. The organization
 applying for the license must own or lease the premises on which
 the terminals will be placed and must use the premises for its
 charitable or nonprofit purpose.

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Under this amendment, video lottery terminals operated by organizations licensed under this amendment must be owned or leased by the Department of Administrative and Financial Services, Bureau of Alcoholic Beverages and Lottery Operations. Video gaming terminal manufacturers, wholesalers and operators must be licensed by the Chief of the State Police, following background investigations of the applicants and their major business partners. Local approval is required for a license to operate video gaming terminals. The amendment specifies that local approval is also required for renewal of a license to operate video gaming terminals and that municipal decisions are subject to appeal to the Chief of the State Police in accordance with the Maine Administrative Procedure Act.

The license specifies the number of terminals allowed on the premises; the maximum number of terminals allowed is 5 per licensee. Terminals must be licensed by the Chief of the State Police and must be connected to a computer system operated by the Director of the Bureau of Alcoholic Beverages and Lottery Operations. Persons under 21 years of age are not allowed to use the machines. The amendment specifies that if an organization's liquor license is suspended, the license to operate video gaming terminals is also suspended until the liquor license is reinstated. Only members of the organization and their guests are allowed to play. The maximum dollar amount for each play is \$5 and the maximum payout is \$1,250. Each game on each machine must return at least 80% of wagers to players, calculated on an annual basis.

Net terminal income, which is income after payback to players, is divided among the state, the municipalities, a compulsive gambling fund for prevention and treatment of compulsive gambling and the charitable organization. This amendment differs from the original committee amendment in that 2% of the net terminal income goes to the Compulsive Gambler Rehabilitation Fund and 65% to the licensee. The revised amendment provides that 23% of the income goes to the State for payment into the Video Gaming Fund for administrative expenses not to exceed 10%; the rest of the Video Gaming Fund is divided between municipal revenue sharing and the municipalities that host the organizations that operate video lottery terminals. Host municipalities receive their share in proportion to the amount of revenue that is generated by video gaming terminals in their municipality.

Licenses are issued for one year. The amendment reduces the fees proposed by the bill. The license fee per terminal is \$500, and for wholesalers, manufacturers and operators, the fee is \$3,500. Applicants for an initial license must pay the actual

COMMITTEE AMENDMENT

COMMITTEE AMENDMENT "B" to H.P. 996, L.D. 1354

costs of processing the application and performing the background investigation.

The amendment also specifies that any rules put forth by the Bureau of Alcoholic Beverages and Lottery Operations and the Chief of the State Police to administer and enforce the laws related to video gaming by nonprofits are major substantive rules.

The amendment also adds an appropriations and allocations section.

This amendment also changes the distribution of net terminal income from video lottery terminals operated by nonprofit organizations. The State's share, which is deposited in the Video Gaming Fund, is increased from 23% to 34%. The allocation to the Compulsive Gambling Rehabilitation Fund is reduced from 2% to 1%, and the amount paid to the licensee is reduced from 75% to 65%. The amendment also increases the maximum amount that the State may use to cover administrative expenses from 2% of the State's share to 10% of the State's share.

FISCAL NOTE REQUIRED
(See attached)



**121st Maine Legislature
Office of Fiscal and Program Review**

LD 1354

**An Act To Permit Video Gaming for Money Conducted by Nonprofit
Organizations**

LR 0540(05)

Fiscal Note for Bill as Amended by Committee Amendment " "

Committee: Legal and Veterans Affairs

Fiscal Note Required: Yes

Fiscal Note

	2003-04	2004-05	Projections 2005-06	Projections 2006-07
Net Cost (Savings)				
General Fund	\$0	\$3,297,266	\$3,300,888	\$3,351,470
Appropriations/Allocations				
General Fund	\$0	\$2,988,818	\$2,986,271	\$3,030,561
Other Special Revenue Funds	\$0	\$4,349,040	\$4,085,369	\$4,153,436
Revenue				
General Fund	\$0	(\$308,448)	(\$314,617)	(\$320,909)
Other Special Revenue Funds	\$0	\$4,349,040	\$4,085,369	\$4,153,436

Correctional and Judicial Impact Statements

Establishes new Class C and D crimes; increases correctional and judicial costs

Fiscal Detail and Notes

This bill specifies that at least 80% of the gross terminal revenue must be paid back to users of the video gaming terminals. The remaining 20% of revenue collected by eligible nonprofit organizations that elect to become licensed as video gaming terminal operators will be distributed as follows: 65% is kept by the licensee; 34% goes to the Video Gaming Fund; and 1% goes to the Compulsive Gambler Rehabilitation Fund which will be administered by the Department of Behavioral and Developmental Services. The 34% that is distributed to the Video Gaming Fund is further distributed in the following manner: 10% is reserved for the costs incurred by State Government in administering the provisions of this bill; 50% (net of the administrative costs) goes to the Local Government Fund; and at the end of each fiscal year, the remaining unspent funds are distributed to those municipalities that host the nonprofit organizations that chose to become licensed by the provisions of this bill.

As stated previously, the bill specifies that 10% of the revenue collected for the Video Gaming Fund will be reserved for the administrative costs of state agencies. The estimated revenue that will be generated for this purpose is \$428,966 in fiscal year 2004-05. The total administrative and enforcement costs that will be incurred by state agencies is \$3,417,784 in fiscal year 2004-05. The difference between the amounts reserved for administrative costs and the actual costs of the state agencies is \$2,988,818 in fiscal year 2004-05 and will require appropriations from the General Fund.

In addition, the shift of expenditures from Lottery ticket sales and Pari-mutuel wagering to video gaming terminals at licensed non-profit organizations will reduce both General Fund and dedicated revenue.

Presented below is an estimate of the revenue and distribution that may be generated by licensed nonprofit organizations assuming that 270 nonprofit organizations will become licensed video terminal operators and each of the licensees will have the maximum 5 video terminals authorized by the provisions of this bill. This table also includes a breakdown of the General Fund and Other Special Revenue Funds impacts.

<u>Summary of Gaming Revenue</u>	2003-04	2004-05	2005-06	2006-07
Total Gaming Revenue	\$0	\$48,195,000	\$49,158,900	\$50,142,078
80% Payback	\$0	\$38,556,000	\$39,327,120	\$40,113,662
Net Terminal Income	\$0	\$9,639,000	\$9,831,780	\$10,028,416
65% of Net Terminal Income to Licensee	\$0	\$6,265,350	\$6,390,657	\$6,518,470
 <u>Required Distribution of net terminal income</u>				
Video Gaming Fund Revenues				
-34% of Net Terminal Income	\$0	\$3,277,260	\$3,342,805	\$3,409,661
-License Fees to Video Gaming Fund	\$0	\$682,000	\$682,000	\$682,000
-Reimbursement to Video Gaming Fund	\$0	\$330,404	\$0	\$0
Video Gaming Fund Revenues For Distribution	\$0	\$4,289,664	\$4,024,805	\$4,091,661
- 10% for Administrative Costs	\$0	\$428,966	\$402,481	\$409,166
- 50% (net) to Local Government Fund	\$0	\$1,930,349	\$1,811,162	\$1,841,248
- Unspent Funds to Host Municipalities	\$0	\$1,930,349	\$1,811,162	\$1,841,248
1% to Compulsive Gambling Program	\$0	\$96,390	\$98,318	\$100,284
 <u>Other Revenue Impacts:</u>				
Impact on Lottery - Diverted "Gaming/Gambling" Revenue to Non-profit Video Terminals				
2.5% of Gross Revenue	\$0	\$1,204,875	\$1,228,973	\$1,253,552
25% General Fund Transfer	\$0	(\$301,219)	(\$307,243)	(\$313,388)
 Impact on Harness Racing - Diverted "Gaming/Gambling" Revenue to Non-profit Video Terminals				
1% of Gross Revenue	\$0	\$481,950	\$491,589	\$501,421
Loss of Revenue from diverted revenue by Fund/Account:				
General Fund	\$0	(\$7,229)	(\$7,374)	(\$7,521)
Subtotal General Fund Revenue	\$0	(\$308,448)	(\$314,617)	(\$320,909)
 Other Special Revenue Funds				
- Purse Supplements	\$0	(\$8,675)	(\$8,849)	(\$9,023)
- Sire Stakes Fund	\$0	(\$4,771)	(\$4,867)	(\$4,964)
- Agricultural Support Fund	\$0	(\$5,542)	(\$5,653)	(\$5,766)

- Racetracks	\$0	(\$5,976)	(\$6,096)	(\$6,218)
- Promotional Board	\$0	(\$12,049)	(\$12,290)	(\$12,536)
Subtotal Dedicated Revenue	\$0	(\$37,014)	(\$37,754)	(\$38,509)

Summary of Expenditure Impacts

General Fund:

- Administrative and Financial Services	\$0	\$2,750,268	\$2,719,463	\$2,768,622
- Attorney General	\$0	\$70,898	\$72,670	\$74,487
- Public Safety	\$0	\$167,652	\$194,137	\$187,452
Subtotal General Fund Costs	\$0	\$2,988,818	\$2,986,270	\$3,030,561

Other Special Revenue Funds:

- Agriculture, Food and Rural Resources	\$0	(\$37,014)	(\$37,754)	(\$38,509)
- Behavioral and Developmental Services	\$0	\$96,390	\$98,318	\$100,284
- Public Safety	\$0	\$428,966	\$402,481	\$409,166
- Treasurer	\$0	\$3,860,698	\$3,622,324	\$3,682,496
Subtotal Other Special Revenue Costs	\$0	\$4,349,040	\$4,085,369	\$4,153,437

Summary of Revenue Impacts

General Fund:

- Diverted Lottery Revenue	\$0	(\$301,219)	(\$307,243)	(\$313,388)
- Diverted Pari-mutuel Revenue	\$0	(\$7,229)	(\$7,374)	(\$7,521)
General Fund Total	\$0	(\$308,448)	(\$314,617)	(\$320,909)

Other Special Revenue Funds:

- Video Gaming Fund Revenues	\$0	\$4,289,664	\$4,024,805	\$4,091,661
- Diverted Pari-mutuel Revenue	\$0	(\$37,014)	(\$37,754)	(\$38,509)
- Compulsive Gambling Program	\$0	\$96,390	\$98,318	\$100,284
Other Special Revenue Total	\$0	\$4,349,040	\$4,085,369	\$4,153,436