



## **122nd MAINE LEGISLATURE**

## FIRST REGULAR SESSION-2005

**Legislative Document** 

No. 1371

H.P. 957

House of Representatives, March 17, 2005

## An Act To Provide Additional Funding for Prescription Drugs for Maine's Elderly

Reference to the Committee on Legal and Veterans Affairs suggested and ordered printed.

Millient M. Mac Jailand

MILLICENT M. MacFARLAND Clerk

Presented by Representative HOTHAM of Dixfield. Cosponsored by Senator NUTTING of Androscoggin and Representatives: ADAMS of Portland, BLANCHARD of Old Town, BROWN of South Berwick, HOGAN of Old Orchard Beach, JODREY of Bethel, LANSLEY of Sabattus, SAVIELLO of Wilton, Senator: RAYE of Washington.

	Be it enacted by the People of the State of Maine as follows:
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	Sec. 1. 8 MRSA §300, as enacted by PL 2003, c. 687, Pt. A, §4
4	and affected by Pt. B, §11, is repealed.
6	Sec.2. 8 MRSA §300-A is enacted to read:
8	§300-A. Harness Racing Stabilization Fund
1.0	
10	1. Fund created. The Harness Racing Stabilization Fund,
10	referred to in this section as "the fund," is established to
12	provide financial assistance to Maine's off-track betting
1.4	facilities.
14	2 Demost for financial estatement Buck off burgh
1.6	2. Request for financial assistance. Each off-track
16	betting facility licensed under section 275-D and in operation as
10	of December 31, 2003 may file a request for financial assistance
18	with the Department of Public Safety, Gambling Control Board
20	established in chapter 31 and referred to in this section as "the
20	board." The request for financial assistance must be on forms
2.2	provided by the board and must meet the criteria established by
22	the board pursuant to subsection 3. An off-track betting
24	facility seeking financial assistance pursuant to this section
24	shall provide proof of need on a quarterly basis for the first
26	year of assistance; thereafter, proof must be provided on a
20	<u>annual basis.</u>
28	3. Criteria for financial assistance. The board, by
20	routine technical rulemaking pursuant to Title 5, chapter 375,
30	subchapter 2-A, shall establish criteria for determining
	financial need. The criteria must include proof of loss of
32	revenue due to the presence of slot machines registered pursuant
	to chapter 31, subchapter 2.
34	
	4. Distribution; timing. Within 30 days of receipt of a
36	request for financial assistance under subsection 2, the board
	shall determine whether the request meets the board's criteria
38	under subsection 3 and, if the criteria are met, the amount to
	which the off-track betting facility is entitled. If the board
40	denies, in whole or in part, the request for financial
	assistance, the board shall notify the off-track betting facility
42	of the board's decision and its reasons for the decision. If the
	board grants the request, the board may establish a schedule for
44	making payments to that off-track betting facility. If the
	amount in the fund is insufficient to satisfy the amount the
46	board determines the off-track betting facility is entitled to,
	the board may modify the amount to be paid to reflect the limit
48	<u>of the fund.</u>

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	5. Payment limits; lapse of funds. Payments from the fund
2	to off-track betting facilities may not exceed the amount
	deposited annually into the fund pursuant to section 1036,
4	subsection 2, paragraph K. The total annual payments from the
	fund as of July 1st may not exceed the total deposits to the fund
6	as of the preceding June 30th. Any funds remaining in the fund
	after all annual distributions pursuant to subsection 4 must be
8	forwarded to the Treasurer of State, who shall credit the funds
	to the elderly low-cost drug program established in Title 22,
10	section 254.
12	6. Termination of payments. Payments from the fund to
7.4	off-track betting facilities must be discontinued 48 months after
14	the first distribution of payments pursuant to subsection 4.
16	7 Popon This section is repealed 6 months after the
16	7. Repeal. This section is repealed 6 months after the date the board terminates financial assistance payments pursuant
18	to subsection 6.
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20	Sec. 3. 8 MRSA §1036, sub-§2, ¶1, as enacted by PL 2003, c.
20	687, Pt. A, §5 and affected by Pt. B, §11, is repealed.
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	Sec. 4. 8 MRSA §1036, sub-§2, ¶J, as enacted by PL 2003, c.
24	687, Pt. A, §5 and affected by Pt. B, §11, is amended to read:
26	J. One percent of the total gross slot machine income must
	be forwarded directly to the municipality in which the slot
28	machines are located <del>, <u>and</u></del>
30	Sec.5. 8 MRSA §1036, sub-§2, ¶K is enacted to read:
2.2	
32	K. Two percent of the total gross slot machine income must
24	be forwarded by the board to the Treasurer of State, who
34	<u>shall credit the money to the Harness Racing Stabilization</u> Fund established in section 300-A to provide financial
36	
50	assistance payments to qualified off-track betting facilities. Once payments to off-track betting facilities
38	have terminated pursuant to section 300-A, subsection 6, 2%
50	of the total gross slot machine income must be forwarded to
40	the Treasurer of State, who shall credit the money to the
	elderly low-cost drug program established in Title 22,
42	section 254.
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	SUMMARY
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	Under current law, 2% of total gross slot machine income is
48	deposited in the Fund to Stabilize Off-track Betting Facilities
	for the distribution of revenue to off-track betting facilities.

This bill repeals that fund and creates a new fund, the 2 Harness Racing Stabilization Fund, into which 2% of the total 4 gross slot machine income must be deposited. The new fund serves as a source of revenue for licensed off-track betting facilities that apply to the Department of Public Safety, Gambling Control 6 Board for financial assistance payments. The board is required 8 to establish criteria that the off-track betting facility must meet in order to be eligible for financial assistance payments. One criterion that an off-track betting facility must meet is a 10 showing of loss of revenue due to the presence of licensed slot 12 machines in the State. The board determines whether the off-track betting facility has met the criteria and the amount of 14 the financial assistance payment. If the amount of payments to the fund exceeds the amount of financial assistance payments, then the excess lapses to the Treasurer of State to be used for 16 the elderly low-cost drug program in the Department of Health and 18 Human Services.

The financial assistance payments cease 48 months after the start of payments. When the financial assistance payments cease,
2% of the total gross slot machines income is allocated to the elderly low-cost drug program.