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AN ACT in relation to gambling.

Be it enacted by the People of the State of Illinois,represented in the General Assembly:

Section 5. The Illinois Horse Racing Act is amended by
changing Section 26 as follows:

6 (230 ILCS 5/26) (from Ch. 8, par. 37-26)

7 Sec. 26. Wagering.

8 (a) Any licensee may conduct and supervise the pari-mutuel system of wagering, as defined in Section 3.12 of 9 horse races conducted by an Illinois 10 this Act, on organization licensee or conducted at a racetrack located in 11 another state or country and televised in Illinois in 12 13 accordance with subsection (g) of Section 26 of this Act. Subject to the prior consent of the Board, licensees may 14 15 supplement any pari-mutuel pool in order to guarantee a 16 minimum distribution. Such pari-mutuel method of wagering shall not, under any circumstances if conducted under the 17 18 provisions of this Act, be held or construed to be unlawful, other statutes of this State to the contrary notwithstanding. 19 Subject to rules for advance wagering promulgated by the 20 Board, any licensee may accept wagers in advance of the day 21 22 of the race wagered upon occurs.

(b) No other method of betting, pool making, wagering or gambling shall be used or permitted by the licensee. Each licensee may retain, subject to the payment of all applicable taxes and purses, an amount not to exceed 17% of all money wagered under subsection (a) of this Section, except as may otherwise be permitted under this Act.

29 (b-5) An individual may place a wager under the 30 pari-mutuel system from any licensed location authorized 31 under this Act provided that wager is electronically recorded in the manner described in Section 3.12 of this Act. Any
 wager made electronically by an individual while physically
 on the premises of a licensee shall be deemed to have been
 made at the premises of that licensee.

5 (c) Until January 1, 2000, the sum held by any licensee б for payment of outstanding pari-mutuel tickets, if unclaimed 7 prior to December 31 of the next year, shall be retained by the licensee for payment of such tickets until that date. 8 9 Within 10 days thereafter, the balance of such sum remaining unclaimed, less any uncashed supplements contributed by such 10 guaranteeing minimum 11 licensee for the purpose of distributions of any pari-mutuel pool, shall be paid to the 12 Illinois Veterans' Rehabilitation Fund of the State treasury, 13 except as provided in subsection (g) of Section 27 of this 14 15 Act.

16 (c-5) Beginning January 1, 2000, the sum held by any licensee for payment of outstanding pari-mutuel tickets, if 17 unclaimed prior to December 31 of the next year, shall be 18 19 retained by the licensee for payment of such tickets until that date. Within 10 days thereafter, the balance of such 20 21 sum remaining unclaimed, less any uncashed supplements 22 contributed by such licensee for the purpose of guaranteeing 23 minimum distributions of any pari-mutuel pool, shall be evenly distributed to the purse account of the organization 24 25 licensee and the organization licensee.

(d) A pari-mutuel ticket shall be honored until December
31 of the next calendar year, and the licensee shall pay the
same and may charge the amount thereof against unpaid money
similarly accumulated on account of pari-mutuel tickets not
presented for payment.

31 (e) No licensee shall knowingly permit any minor, other 32 than an employee of such licensee or an owner, trainer, 33 jockey, driver, or employee thereof, to be admitted during a 34 racing program unless accompanied by a parent or guardian, or

1 any minor to be a patron of the pari-mutuel system of wagering conducted or supervised by it. The admission of any 2 unaccompanied minor, other than an employee of the licensee 3 4 an owner, trainer, jockey, driver, or employee thereof at or a race track is a Class C misdemeanor. No person who is not 5 б at least 21 years of age shall make any wager under the 7 pari-mutuel system of wagering conducted or supervised by the 8 licensee. The placing of a wager by a person who is not at 9 least 21 years of age in violation of this subsection (e) is a Class C misdemeanor. 10

11 (f) Notwithstanding the other provisions of this Act, an 12 organization licensee may contract with an entity in another state or country to permit any legal wagering entity in 13 another state or country to accept wagers solely within such 14 15 other state or country on races conducted by the organization 16 licensee in this State. Beginning January 1, 2000, these wagers shall not be subject to State taxation. Until January 17 1, 2000, when the out-of-State entity conducts a pari-mutuel 18 19 pool separate from the organization licensee, a privilege tax equal to 7 1/2% of all monies received by the organization 20 21 licensee from entities in other states or countries pursuant 22 to such contracts is imposed on the organization licensee, 23 and such privilege tax shall be remitted to the Department of Revenue within 48 hours of receipt of the moneys from 24 the 25 simulcast. When the out-of-State entity conducts a combined pari-mutuel pool with the organization licensee, the tax 26 10% of all monies received by the organization 27 shall be licensee with 25% of the receipts from this 10% tax to be 28 29 distributed to the county in which the race was conducted.

An organization licensee may permit one or more of its races to be utilized for pari-mutuel wagering at one or more locations in other states and may transmit audio and visual signals of races the organization licensee conducts to one or more locations outside the State or country and may also permit pari-mutuel pools in other states or countries to be combined with its gross or net wagering pools or with wagering pools established by other states.

4 A host track may accept interstate simulcast wagers (q) 5 on horse races conducted in other states or countries and 6 shall control the number of signals and types of breeds of 7 racing in its simulcast program, subject to the disapproval The Board may prohibit a simulcast program 8 of the Board. 9 only if it finds that the simulcast program is clearly adverse to the integrity of racing. The host track simulcast 10 11 program shall include the signal of live racing of all organization licensees. All non-host licensees shall carry 12 13 the host track simulcast program and accept wagers on all races included as part of the simulcast program upon which 14 15 wagering is permitted. The costs and expenses of the host 16 track and non-host licensees associated with interstate simulcast wagering, other than the interstate commission fee, 17 shall be borne by the host track and all non-host licensees 18 19 incurring these costs. The interstate commission fee shall not exceed 5% of Illinois handle on the interstate simulcast 20 21 race or races without prior approval of the Board. The Board 22 shall promulgate rules under which it may permit interstate 23 commission fees in excess of 5%. The interstate commission and other fees charged by the sending racetrack, 24 fee 25 including, but not limited to, satellite decoder fees, shall be uniformly applied to the host track and all non-host 26 licensees. 27

Between the hours of 6:30 a.m. and 6:30 p.m. an 28 (1)29 intertrack wagering licensee other than the host track 30 may supplement the host track simulcast program with additional simulcast races or race programs, provided 31 32 that between January 1 and the third Friday in February of any year, inclusive, if no live thoroughbred racing is 33 34 occurring in Illinois during this period, only

1 thoroughbred races may be used for supplemental 2 interstate simulcast purposes. The Board shall withhold approval for a supplemental interstate simulcast only if 3 4 it finds that the simulcast is clearly adverse to the integrity of racing. A supplemental interstate simulcast 5 may be transmitted from an intertrack wagering licensee 6 7 to its affiliated non-host licensees. The interstate commission fee for a supplemental interstate simulcast 8 9 shall be paid by the non-host licensee and its affiliated non-host licensees receiving the simulcast. 10

11 (2) Between the hours of 6:30 p.m. and 6:30 a.m. an 12 intertrack wagering licensee other than the host track may receive supplemental interstate simulcasts only with 13 the consent of the host track, except when 14 the Board finds that the simulcast is clearly adverse to the 15 16 integrity of racing. Consent granted under this paragraph (2) to any intertrack wagering licensee shall 17 be deemed consent to all non-host licensees. 18 The 19 interstate commission fee for the supplemental interstate 20 simulcast shall be paid by all participating non-host 21 licensees.

(3) Each licensee conducting interstate simulcast 22 23 wagering may retain, subject to the payment of all applicable taxes and the purses, an amount not to exceed 24 25 17% of all money wagered. If any licensee conducts the pari-mutuel system wagering on races conducted 26 at racetracks in another state or country, each such race or 27 race program shall be considered a separate racing day 28 29 for the purpose of determining the daily handle and 30 computing the privilege tax of that daily handle as provided in subsection (a) of Section 27. Until January 31 2000, from the sums permitted to be retained pursuant 32 1, 33 to this subsection, each intertrack wagering location licensee shall pay 1% of the pari-mutuel handle wagered 34

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on simulcast wagering to the Horse Racing Tax Allocation
 Fund, subject to the provisions of subparagraph (B) of
 paragraph (11) of subsection (h) of Section 26 of this
 Act.

(4) A licensee who receives an interstate simulcast 5 may combine its gross or net pools with pools at the 6 7 sending racetracks pursuant to rules established by the 8 Board. All licensees combining their gross pools at a 9 sending racetrack shall adopt the take-out percentages of the sending racetrack. A licensee may also establish a 10 11 separate pool and takeout structure for wagering purposes 12 on races conducted at race tracks outside of the State of 13 Illinois. The licensee may permit pari-mutuel wagers placed in other states or countries to be combined with 14 15 its gross or net wagering pools or other wagering pools.

16 (5) After the payment of the interstate commission 17 fee (except for the interstate commission fee on a supplemental interstate simulcast, which shall be paid by 18 the host track and by each non-host licensee through the 19 20 host-track) and all applicable State and local taxes, 21 except as provided in subsection (g) of Section 27 of 22 this Act, the remainder of moneys retained from simulcast wagering pursuant to this subsection (g), and Section 23 26.2 shall be divided as follows: 24

25 (A) For interstate simulcast wagers made at a
26 host track, 50% to the host track and 50% to purses
27 at the host track.

(B) For wagers placed on interstate simulcast 28 29 races, supplemental simulcasts as defined in 30 subparagraphs (1) and (2), and separately pooled races conducted outside of the State of Illinois 31 made at a non-host licensee, 25% to the host track, 32 25% to the non-host licensee, and 50% to the purses 33 34 at the host track.

1 (6) Notwithstanding any provision in this Act to 2 the contrary, non-host licensees who derive their licenses from a track located in a county with a 3 4 population in excess of 230,000 and that borders the Mississippi River may receive supplemental interstate 5 simulcast races at all times subject to Board approval, 6 7 which shall be withheld only upon a finding that a supplemental interstate simulcast is clearly adverse to 8 9 the integrity of racing.

(7) Notwithstanding any provision of this Act to 10 11 the contrary, after payment of all applicable State and local taxes and interstate commission fees, non-host 12 licensees who derive their licenses from a track located 13 in a county with a population in excess of 230,000 and 14 15 that borders the Mississippi River shall retain 50% of 16 the retention from interstate simulcast wagers and shall pay 50% to purses at the track from which the non-host 17 licensee derives its license as follows: 18

19 (A) Between January 1 and the third Friday in
20 February, inclusive, if no live thoroughbred racing
21 is occurring in Illinois during this period, when
22 the interstate simulcast is a standardbred race, the
23 purse share to its standardbred purse account;

(B) Between January 1 and the third Friday in
February, inclusive, if no live thoroughbred racing
is occurring in Illinois during this period, and the
interstate simulcast is a thoroughbred race, the
purse share to its interstate simulcast purse pool
to be distributed under paragraph (10) of this
subsection (g);

31 (C) Between January 1 and the third Friday in
32 February, inclusive, if live thoroughbred racing is
33 occurring in Illinois, between 6:30 a.m. and 6:30
34 p.m. the purse share from wagers made during this

time period to its thoroughbred purse account and between 6:30 p.m. and 6:30 a.m. the purse share from wagers made during this time period to its standardbred purse accounts;

5 (D) Between the third Saturday in February and 6 December 31, when the interstate simulcast occurs 7 between the hours of 6:30 a.m. and 6:30 p.m., the 8 purse share to its thoroughbred purse account;

9 (E) Between the third Saturday in February and 10 December 31, when the interstate simulcast occurs 11 between the hours of 6:30 p.m. and 6:30 a.m., the 12 purse share to its standardbred purse account.

13 (7.1) Notwithstanding any other provision of this to the contrary, if no standardbred racing is 14 Act 15 conducted at a racetrack located in Madison County during 16 any calendar year beginning on or after January 1, 2002, all moneys derived by that racetrack from simulcast 17 wagering and inter-track wagering that (1) are to be used 18 for purses and (2) are generated between the hours of 19 6:30 p.m. and 6:30 a.m. during that calendar year shall 20 21 be paid as follows:

(A) If the licensee that conducts horse racing
at that racetrack requests from the Board at least
as many racing dates as were conducted in calendar
year 2000, 80% shall be paid to its thoroughbred
purse account; and

Twenty percent shall be deposited into the 27 (B) Illinois Colt Stakes Purse Distribution Fund and 28 shall be paid to purses for standardbred races for 29 30 Illinois conceived and foaled horses conducted at any county fairgrounds. The moneys deposited into 31 the Fund pursuant to this subparagraph (B) shall be 32 deposited within 2 weeks after the day they were 33 34 generated, shall be in addition to and not in lieu 1 of any other moneys paid to standardbred purses 2 under this Act, and shall not be commingled with other moneys paid into that Fund. 3 The moneys 4 deposited pursuant to this subparagraph (B) shall be 5 allocated as provided by the Department of Agriculture, with the advice and assistance of the 6 7 Illinois Standardbred Breeders Fund Advisory Board.

8 (7.2) Notwithstanding any other provision of this 9 to the contrary, if no thoroughbred racing is Act conducted at a racetrack located in Madison County during 10 11 any calendar year beginning on or after January 1, 2002, 12 all moneys derived by that racetrack from simulcast wagering and inter-track wagering that (1) are to be used 13 for purses and (2) are generated between the hours of 14 6:30 a.m. and 6:30 p.m. during that calendar year shall 15 16 be deposited as follows:

17 (A) If the licensee that conducts horse racing
18 at that racetrack requests from the Board at least
19 as many racing dates as were conducted in calendar
20 year 2000, 80% shall be deposited into its
21 standardbred purse account; and

22 (B) Twenty percent shall be deposited into the 23 Illinois Colt Stakes Purse Distribution Fund. Moneys deposited into the Illinois Colt Stakes Purse 24 25 Distribution Fund pursuant to this subparagraph (B) shall be paid to Illinois conceived and foaled 26 thoroughbred breeders' programs and to thoroughbred 27 purses for races conducted at any county fairgrounds 28 for Illinois conceived and foaled horses at the 29 30 discretion of the Department of Agriculture, with advice and assistance of the Illinois 31 the Thoroughbred Breeders Fund Advisory Board. 32 The moneys deposited into the Illinois Colt Stakes Purse 33 34 Distribution Fund pursuant to this subparagraph (B)

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shall be deposited within 2 weeks after the day they
 were generated, shall be in addition to and not in
 lieu of any other moneys paid to thoroughbred purses
 under this Act, and shall not be commingled with
 other moneys deposited into that Fund.

(7.3) If no live standardbred racing is conducted 6 7 at a racetrack located in Madison County in calendar year 8 2000 or 2001, an organization licensee who is licensed to 9 conduct horse racing at that racetrack shall, before January 1, 2002, pay all moneys derived from simulcast 10 11 wagering and inter-track wagering in calendar years 2000 and 2001 and paid into the licensee's standardbred purse 12 account as follows: 13

14 (A) Eighty percent to that licensee's
15 thoroughbred purse account to be used for
16 thoroughbred purses; and

17 (B) Twenty percent to the Illinois Colt Stakes18 Purse Distribution Fund.

19Failure to make the payment to the Illinois Colt20Stakes Purse Distribution Fund before January 1, 200221shall result in the immediate revocation of the22licensee's organization license, inter-track wagering23license, and inter-track wagering location license.

Moneys paid into the Illinois Colt Stakes Purse 24 25 Distribution Fund pursuant to this paragraph (7.3) shall be paid to purses for standardbred races for Illinois 26 conceived and foaled horses conducted at any county 27 fairgrounds. Moneys paid into the Illinois Colt Stakes 28 29 Purse Distribution Fund pursuant to this paragraph (7.3) 30 shall be used as determined by the Department of Agriculture, with the advice and assistance of the 31 Illinois Standardbred Breeders Fund Advisory Board, shall 32 be in addition to and not in lieu of any other moneys 33 paid to standardbred purses under this Act, and shall not 34

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be commingled with any other moneys paid into that Fund.

2 (7.4) If live standardbred racing is conducted at a racetrack located in Madison County at any time in 3 4 calendar year 2001 before the payment required under paragraph (7.3) has been made, the organization licensee 5 who is licensed to conduct racing at that racetrack shall 6 7 pay all moneys derived by that racetrack from simulcast 8 wagering and inter-track wagering during calendar years 9 2000 and 2001 that (1) are to be used for purses and (2) are generated between the hours of 6:30 p.m. and 6:30 10 11 a.m. during 2000 or 2001 to the standardbred purse account at that racetrack to be used for standardbred 12 13 purses.

(8) Notwithstanding any provision in this Act 14 to 15 the contrary, an organization licensee from a track 16 located in a county with a population in excess of 230,000 and that borders the Mississippi River and its 17 affiliated non-host licensees shall not be entitled to 18 share in any retention generated on racing, inter-track 19 wagering, or simulcast wagering at any other Illinois 20 21 wagering facility.

22 (8.1) Notwithstanding any provisions in this Act to 23 contrary, if 2 organization licensees are conducting the standardbred race meetings concurrently between the hours 24 of 6:30 p.m. and 6:30 a.m., after payment of all 25 applicable State and local taxes and interstate 26 commission fees, the remainder of the amount retained 27 from simulcast wagering otherwise attributable to the 28 29 host track and to host track purses shall be split daily between the 2 organization licensees and the purses at 30 31 the tracks of the 2 organization licensees, respectively, based on each organization licensee's share of the total 32 live handle for that day, provided that this provision 33 shall not apply to any non-host licensee that derives its 34

license from a track located in a county with a population in excess of 230,000 and that borders the Mississippi River.

- 4 (9) (Blank).
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(11) (Blank).

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7 (12) The Board shall have authority to compel all
8 host tracks to receive the simulcast of any or all races
9 conducted at the Springfield or DuQuoin State fairgrounds
10 and include all such races as part of their simulcast
11 programs.

(13) Notwithstanding any other provision of this 12 Act, in the event that the total Illinois pari-mutuel 13 handle on Illinois horse races at all wagering facilities 14 in any calendar year is less than 75% of the total 15 16 Illinois pari-mutuel handle on Illinois horse races at all such wagering facilities for calendar year 1994, then 17 each wagering facility that has an annual total Illinois 18 19 pari-mutuel handle on Illinois horse races that is less than 75% of the total Illinois pari-mutuel handle on 20 21 Illinois horse races at such wagering facility for 22 calendar year 1994, shall be permitted to receive, from 23 any amount otherwise payable to the purse account at the race track with which the wagering facility is affiliated 24 25 in the succeeding calendar year, an amount equal to 2% of the differential in total Illinois pari-mutuel handle on 26 27 Illinois horse races at the wagering facility between calendar year in question and 1994 provided, 28 that 29 however, that a wagering facility shall not be entitled 30 to any such payment until the Board certifies in writing to the wagering facility the amount to which the wagering 31 facility is entitled and a schedule for payment of the 32 amount to the wagering facility, based on: (i) the racing 33 dates awarded to the race track affiliated with the 34

1 wagering facility during the succeeding year; (ii) the 2 sums available or anticipated to be available in the purse account of the race track affiliated with the 3 4 wagering facility for purses during the succeeding year; 5 and (iii) the need to ensure reasonable purse levels during the payment period. The Board's certification 6 7 shall be provided no later than January 31 of the 8 succeeding year. In the event a wagering facility 9 entitled to a payment under this paragraph (13) is with a race track that maintains purse 10 affiliated 11 accounts for both standardbred and thoroughbred racing, 12 the amount to be paid to the wagering facility shall be divided between each purse account pro rata, based on the 13 amount of Illinois handle on Illinois standardbred and 14 15 thoroughbred racing respectively at the wagering facility 16 during the previous calendar year. Annually, the General Assembly shall appropriate sufficient funds from the 17 General Revenue Fund to the Department of Agriculture for 18 payment into the thoroughbred and standardbred horse 19 racing purse accounts at Illinois pari-mutuel tracks. 20 21 The amount paid to each purse account shall be the amount 22 certified by the Illinois Racing Board in January to be 23 transferred from each account to each eligible racing facility in accordance with the provisions of 24 this 25 Section.

(h) The Board may approve and license the conduct of
inter-track wagering and simulcast wagering by inter-track
wagering licensees and inter-track wagering location
licensees subject to the following terms and conditions:

30 (1) Any person licensed to conduct a race meeting
31 (i) at a track where 60 or more days of racing were
32 conducted during the immediately preceding calendar year
33 or where over the 5 immediately preceding calendar years
34 an average of 30 or more days of racing were conducted

1 annually may be issued an inter-track wagering license; 2 (ii) at a track located in a county that is bounded by the Mississippi River, which has a population of less 3 4 than 150,000 according to the 1990 decennial census, and an average of at least 60 days of racing per year between 5 1985 and 1993 may be issued an inter-track wagering 6 7 license; or (iii) at a track located in Madison County conducted at least 100 days of live racing during 8 that 9 the immediately preceding calendar year may be issued an inter-track wagering license, unless a lesser schedule of 10 11 live racing is the result of (A) weather, unsafe track conditions, or other acts of God; (B) an agreement 12 13 between the organization licensee and the associations representing the largest number of owners, trainers, 14 jockeys, or standardbred drivers who race horses at that 15 16 organization licensee's racing meeting; or (C) a finding by the Board of extraordinary circumstances and that it 17 was in the best interest of the public and the sport to 18 conduct fewer than 100 days of live racing. Any such 19 person having operating control of the racing facility 20 21 may also receive up to 6 inter-track wagering location 22 licenses. In no event shall more than 6 inter-track 23 wagering locations be established for each eligible race track, except that an eligible race track located in a 24 county that has a population of more than 230,000 and 25 that is bounded by the Mississippi River may establish up 26 to 7 inter-track wagering locations. An application for 27 said license shall be filed with the Board prior to such 28 29 dates as may be fixed by the Board. With an application for an inter-track wagering location license there shall 30 be delivered to the Board a certified check or bank draft 31 payable to the order of the Board for an amount equal to 32 \$500. The application shall be on forms prescribed and 33 furnished by the Board. The application shall comply 34

with all other rules, regulations and conditions imposed by the Board in connection therewith.

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(2) The Board shall examine the applications with 3 4 respect to their conformity with this Act and the rules and regulations imposed by the Board. If found to be in 5 compliance with the Act and rules and regulations of the 6 7 Board, the Board may then issue a license to conduct 8 inter-track wagering and simulcast wagering to such 9 All such applications shall be acted upon by applicant. the Board at a meeting to be held on such date as may be 10 11 fixed by the Board.

12 (3) In granting licenses to conduct inter-track
13 wagering and simulcast wagering, the Board shall give due
14 consideration to the best interests of the public, of
15 horse racing, and of maximizing revenue to the State.

16 (4) Prior to the issuance of a license to conduct 17 inter-track wagering and simulcast wagering, the applicant shall file with the Board a bond payable to the 18 State of Illinois in the sum of \$50,000, executed by the 19 20 applicant and a surety company or companies authorized to 21 do business in this State, and conditioned upon (i) the 22 payment by the licensee of all taxes due under Section 27 23 or 27.1 and any other monies due and payable under this Act, and (ii) distribution by the 24 licensee, upon presentation of the winning ticket or tickets, of all 25 sums payable to the patrons of pari-mutuel pools. 26

27 (5) Each license to conduct inter-track wagering
28 and simulcast wagering shall specify the person to whom
29 it is issued, the dates on which such wagering is
30 permitted, and the track or location where the wagering
31 is to be conducted.

32 (6) All wagering under such license is subject to
33 this Act and to the rules and regulations from time to
34 time prescribed by the Board, and every such license

issued by the Board shall contain a recital to that
 effect.

3 (7) An inter-track wagering licensee or inter-track
4 wagering location licensee may accept wagers at the track
5 or location where it is licensed, or as otherwise
6 provided under this Act.

(8) Inter-track wagering or simulcast wagering shall not be conducted at any track less than 5 miles from a track at which a racing meeting is in progress.

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(8.1) Inter-track wagering location licensees who 10 11 derive their licenses from a particular organization 12 licensee shall conduct inter-track wagering and simulcast wagering only at locations which are either within 90 13 14 miles of that race track where the particular 15 organization licensee is licensed to conduct racing, or 16 within 135 miles of that race track where the particular organization licensee is licensed to conduct racing in 17 the case of race tracks in counties of less than 400,000 18 that were operating on or before June 1, 1986. However, 19 inter-track wagering and simulcast wagering shall not be 20 21 conducted by those licensees at any location within 5 22 miles of any race track at which a horse race meeting has 23 been licensed in the current year, unless the person having operating control of such race track has given its 24 25 written consent to such inter-track wagering location licensees, which consent must be filed with the Board at 26 or prior to the time application is made. 27

28 (8.2) Inter-track wagering or simulcast wagering 29 shall not be conducted by an inter-track wagering 30 location licensee at any location within 500 feet of an 31 existing church or existing school, nor within 500 feet 32 of the residences of more than 50 registered voters 33 without receiving written permission from a majority of 34 the registered voters at such residences. Such written

1 permission statements shall be filed with the Board. The 2 distance of 500 feet shall be measured to the nearest part of any building used for worship services, education 3 4 programs, residential purposes, or conducting inter-track wagering by an inter-track wagering location licensee, 5 and not to property boundaries. However, inter-track 6 7 wagering or simulcast wagering may be conducted at a site within 500 feet of a church, school or residences of 8 50 9 more registered voters if such church, school or or residences have been erected or established, or such 10 11 voters have been registered, after the Board issues the 12 original inter-track wagering location license at the 13 site in question. Inter-track wagering location licensees may conduct inter-track wagering and simulcast wagering 14 15 only in areas that are zoned for commercial or 16 manufacturing purposes or in areas for which a special use has been approved by the local 17 zoning authority. license to conduct inter-track wagering and 18 However, no simulcast wagering shall be granted by the Board with 19 respect to any inter-track wagering location within the 20 21 jurisdiction of any local zoning authority which has, by ordinance or by resolution, prohibited the establishment 22 23 of inter-track wagering location within an its However, 24 jurisdiction. inter-track wagering and 25 simulcast wagering may be conducted at a site if such ordinance or resolution is enacted after the Board 26 27 licenses the original inter-track wagering location licensee for the site in question. 28

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(9) (Blank).

30 (10) An inter-track wagering licensee or an
31 inter-track wagering location licensee may retain,
32 subject to the payment of the privilege taxes and the
33 purses, an amount not to exceed 17% of all money wagered.
34 Each program of racing conducted by each inter-track

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wagering licensee or inter-track wagering location
 licensee shall be considered a separate racing day for
 the purpose of determining the daily handle and computing
 the privilege tax or pari-mutuel tax on such daily handle
 as provided in Section 27.

(10.1)Except as provided in subsection (g) of 6 7 Section 27 of this Act, inter-track wagering location licensees shall pay 1% of the pari-mutuel handle at each 8 9 location to the municipality in which such location is situated and 1% of the pari-mutuel handle at each 10 11 location to the county in which such location is situated. In the event that an inter-track wagering 12 location licensee is situated in an unincorporated area 13 county, such licensee shall pay 2% of the 14 of а 15 pari-mutuel handle from such location to such county.

16 (10.2) Notwithstanding any other provision of this Act, with respect to intertrack wagering at a race track 17 located in a county that has a population of more than 18 230,000 and that is bounded by the Mississippi River 19 ("the first race track"), or at a facility operated by an 20 21 inter-track wagering licensee or inter-track wagering location licensee that derives its license from the 22 23 organization licensee that operates the first race track, on races conducted at the first race track or on races 24 Illinois race track 25 conducted at another and simultaneously televised to the first race track or to a 26 27 facility operated by an inter-track wagering licensee or inter-track wagering location licensee that derives its 28 29 license from the organization licensee that operates the 30 first race track, those moneys shall be allocated as follows: 31

32 (A) That portion of all moneys wagered on
33 standardbred racing that is required under this Act
34 to be paid to purses shall be paid to purses for

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standardbred races.

2 (B) That portion of all moneys wagered on 3 thoroughbred racing that is required under this Act 4 to be paid to purses shall be paid to purses for 5 thoroughbred races.

(11) (A) After payment of the privilege 6 or 7 pari-mutuel tax, any other applicable taxes, and the 8 costs and expenses in connection with the gathering, 9 transmission, and dissemination of all data necessary to the conduct of inter-track wagering, the remainder of the 10 11 monies retained under either Section 26 or Section 26.2 of this Act by the inter-track wagering licensee on 12 inter-track wagering shall be allocated with 50% to be 13 split between the 2 participating licensees and 50% to 14 15 purses, except that an intertrack wagering licensee that 16 derives its license from a track located in a county with a population in excess of 230,000 and that borders the 17 Mississippi River shall not divide any remaining 18 retention with the Illinois organization licensee that 19 20 provides the race or races, and an intertrack wagering 21 licensee that accepts wagers on races conducted by an 22 organization licensee that conducts a race meet in a 23 county with a population in excess of 230,000 and that borders the Mississippi River shall not divide any 24 25 remaining retention with that organization licensee.

(B) From the sums permitted to be retained pursuant 26 this Act each inter-track wagering location licensee 27 to shall pay (i) the privilege or pari-mutuel tax to the 28 29 State; (ii) 4.75% of the pari-mutuel handle on intertrack 30 wagering at such location on races as purses, except that an intertrack wagering location licensee that derives its 31 license from a track located in a county with a 32 population in excess of 230,000 and that borders the 33 34 Mississippi River shall retain all purse moneys for its

1 own purse account consistent with distribution set forth 2 in this subsection (h), and intertrack wagering location licensees that accept wagers on races conducted by an 3 4 organization licensee located in a county with a population in excess of 230,000 and that borders the 5 Mississippi River shall distribute all purse moneys to 6 7 purses at the operating host track; (iii) until January 8 1, 2000, except as provided in subsection (g) of Section 9 27 of this Act, 1% of the pari-mutuel handle wagered on inter-track wagering and simulcast wagering at each 10 11 inter-track wagering location licensee facility to the Horse Racing Tax Allocation Fund, provided that, to the 12 extent the total amount collected and distributed to the 13 Horse Racing Tax Allocation Fund under this subsection 14 15 (h) during any calendar year exceeds the amount collected 16 and distributed to the Horse Racing Tax Allocation Fund during calendar year 1994, that excess amount shall be 17 redistributed (I) to all inter-track wagering location 18 licensees, based on each licensee's pro-rata share of the 19 total handle from inter-track wagering and simulcast 20 21 wagering for all inter-track wagering location licensees 22 during the calendar year in which this provision is 23 applicable; then (II) the amounts redistributed to each inter-track wagering location licensee as described in 24 25 subpart (I) shall be further redistributed as provided in subparagraph (B) of paragraph (5) of subsection (g) of 26 this Section 26 provided first, that the shares of those 27 amounts, which are to be redistributed to the host track 28 29 or to purses at the host track under subparagraph (B) of paragraph (5) of subsection (g) of this Section 26 shall 30 be redistributed based on each host track's pro rata 31 share of the total inter-track wagering and simulcast 32 wagering handle at all host tracks during the calendar 33 in question, and second, that any amounts 34 year

1 redistributed as described in part (I) to an inter-track 2 wagering location licensee that accepts wagers on races conducted by an organization licensee that conducts a 3 4 race meet in a county with a population in excess of 230,000 and that borders the Mississippi River shall be 5 further redistributed as provided in subparagraphs (D) 6 7 and (E) of paragraph (7) of subsection (g) of this 8 Section 26, with the portion of that further 9 redistribution allocated to purses at that organization licensee to be divided between standardbred purses and 10 11 thoroughbred purses based on the amounts otherwise allocated to purses at that organization licensee during 12 13 the calendar year in question; and (iv) 8% of the pari-mutuel handle on inter-track wagering wagered at 14 15 such location to satisfy all costs and expenses of 16 conducting its wagering. The remainder of the monies retained by the inter-track wagering location licensee 17 shall be allocated 40% to the location licensee and 60% 18 to the organization licensee which provides the Illinois 19 races to the location, except that an intertrack wagering 20 21 location licensee that derives its license from a track 22 located in a county with a population in excess of 23 230,000 and that borders the Mississippi River shall not divide any remaining retention with the organization 24 25 licensee provides the race or races and an that intertrack wagering location licensee that accepts wagers 26 27 on races conducted by an organization licensee that conducts a race meet in a county with a population in 28 29 excess of 230,000 and that borders the Mississippi River shall not divide any remaining retention with the 30 organization licensee. Notwithstanding the provisions of 31 clauses (ii) and (iv) of this paragraph, in the case of 32 the additional inter-track wagering location licenses 33 authorized under paragraph (1) of this subsection (h) by 34

1 this amendatory Act of 1991, those licensees shall pay 2 the following amounts as purses: during the first 12 months the licensee is in operation, 5.25% of the 3 4 pari-mutuel handle wagered at the location on races; during the second 12 months, 5.25%; during the third 12 5 months, 5.75%; during the fourth 12 months, 6.25%; 6 and 7 during the fifth 12 months and thereafter, 6.75%. The following amounts shall be retained by the licensee to 8 9 satisfy all costs and expenses of conducting its wagering: during the first 12 months the licensee is in 10 11 operation, 8.25% of the pari-mutuel handle wagered at the location; during the second 12 months, 8.25%; during the 12 third 12 months, 7.75%; during the fourth 12 months, 13 7.25%; and during the fifth 12 months and thereafter, 14 15 6.75%. For additional intertrack wagering location 16 licensees authorized under this amendatory Act of 1995, purses for the first 12 months the licensee is in 17 operation shall be 5.75% of the pari-mutuel wagered at 18 19 the location, purses for the second 12 months the licensee is in operation shall be 6.25%, and purses 20 thereafter shall be 6.75%. For additional intertrack 21 location licensees authorized under this amendatory Act 22 23 1995, the licensee shall be allowed to retain to of satisfy all costs and expenses: 7.75% of the pari-mutuel 24 25 handle wagered at the location during its first 12 months of operation, 7.25% during its second 12 months of 26 operation, and 6.75% thereafter. 27

(C) There is hereby created the Horse Racing Tax
Allocation Fund which shall remain in existence until
December 31, 1999. Moneys remaining in the Fund after
December 31, 1999 shall be paid into the General Revenue
Fund. Until January 1, 2000, all monies paid into the
Horse Racing Tax Allocation Fund pursuant to this
paragraph (11) by inter-track wagering location licensees

1 located in park districts of 500,000 population or less, 2 or in a municipality that is not included within any park district but is included within a conservation district 3 4 and is the county seat of a county that (i) is contiguous to the state of Indiana and (ii) has a 1990 population of 5 88,257 according to the United States Bureau of the 6 Census, and operating on May 1, 1994 shall be allocated 7 8 by appropriation as follows:

9 Two-sevenths to the Department of Agriculture. Fifty percent of this two-sevenths shall be used to 10 11 promote the Illinois horse racing and breeding industry, and shall be distributed by the Department 12 13 of Agriculture upon the advice of a 9-member committee appointed by the Governor consisting of 14 15 the following members: the Director of Agriculture, 16 who shall serve as chairman; 2 representatives of organization licensees conducting thoroughbred race 17 meetings this State, recommended by those 18 in licensees; 2 representatives of organization 19 20 licensees conducting standardbred race meetings in 21 this State, recommended by those licensees; a representative of the Illinois Thoroughbred Breeders 22 23 Foundation, recommended and Owners by that 24 Foundation; a representative of the Illinois 25 Standardbred Owners and Breeders Association, recommended by that Association; a representative of 26 the Horsemen's Benevolent and Protective Association 27 or any successor organization thereto established in 28 29 Illinois comprised of the largest number of owners 30 and trainers, recommended by that Association or that successor organization; and a representative of 31 Illinois Harness Horsemen's Association, 32 the recommended by that Association. Committee members 33 shall serve for terms of 2 years, commencing January 34

1 1 of each even-numbered year. If a representative 2 of any of the above-named entities has not been recommended by January 1 of any even-numbered year, 3 4 the Governor shall appoint a committee member to fill that position. Committee members shall receive 5 no compensation for their services as members but 6 7 shall be reimbursed for all actual and necessary 8 expenses and disbursements incurred in the 9 performance of their official duties. The remaining 50% of this two-sevenths shall be distributed to 10 11 county fairs for premiums and rehabilitation as set forth in the Agricultural Fair Act; 12

13 Four-sevenths to park districts or municipalities that do not have a park district 14 of 500,000 population or less for museum purposes (if 15 16 an inter-track wagering location licensee is located in such a park district) or to conservation 17 districts for museum purposes (if an inter-track 18 wagering location licensee is located in a 19 municipality that is not included within any park 20 21 district but is included within a conservation 22 district and is the county seat of a county that (i) 23 is contiguous to the state of Indiana and (ii) has a 1990 population of 88,257 according to the United 24 25 States Bureau of the Census, except that if the conservation district does not maintain a museum, 26 the monies shall be allocated equally between the 27 county and the municipality in which the inter-track 28 29 wagering location licensee is located for general 30 purposes) or to a municipal recreation board for park purposes (if an inter-track wagering location 31 licensee is located in a municipality that is not 32 33 included within any park district and park 34 maintenance is the function of the municipal

1 recreation board and the municipality has a 1990 population of 9,302 according to the United States 2 Bureau of the Census); provided that the monies are 3 4 distributed to each park district or conservation district or municipality that does not have a park 5 district in an amount equal to four-sevenths of the 6 7 amount collected by each inter-track wagering 8 location licensee within the park district or 9 conservation district or municipality for the Fund. Monies that were paid into the Horse Racing Tax 10 11 Allocation Fund before the effective date of this amendatory Act of 1991 by an inter-track wagering 12 location licensee located in a municipality that is 13 included within any park district but 14 not is 15 included within a conservation district as provided 16 in this paragraph shall, as soon as practicable after the effective date of this amendatory Act of 17 1991, be allocated and paid to that conservation 18 district as provided in this paragraph. Any park 19 20 district or municipality not maintaining a museum 21 may deposit the monies in the corporate fund of the 22 park district or municipality where the inter-track wagering location is located, to be used for general 23 24 purposes; and

25 One-seventh to the Agricultural Premium Fund to be used for distribution to agricultural 26 home economics extension councils in accordance with "An 27 Act in relation to additional support and finances 28 29 for the Agricultural and Home Economic Extension 30 Councils in the several counties of this State and making an appropriation therefor", approved July 24, 31 1967. 32

33 Until January 1, 2000, all other monies paid into 34 the Horse Racing Tax Allocation Fund pursuant to this paragraph (11) shall be allocated by appropriation as follows:

Two-sevenths to the Department of Agriculture. 3 4 Fifty percent of this two-sevenths shall be used to 5 promote the Illinois horse racing and breeding industry, and shall be distributed by the Department 6 7 of Agriculture upon the advice of a 9-member 8 committee appointed by the Governor consisting of 9 the following members: the Director of Agriculture, who shall serve as chairman; 2 representatives of 10 11 organization licensees conducting thoroughbred race meetings in this State, recommended by those 12 licensees; 2 representatives of organization 13 licensees conducting standardbred race meetings in 14 15 this State, recommended by those licensees; a 16 representative of the Illinois Thoroughbred Breeders Owners Foundation, recommended 17 and by that Foundation; a representative of the Illinois 18 Standardbred Owners and Breeders Association, 19 recommended by that Association; a representative of 20 21 the Horsemen's Benevolent and Protective Association 22 or any successor organization thereto established in 23 Illinois comprised of the largest number of owners and trainers, recommended by that Association or 24 25 that successor organization; and a representative of Illinois Harness Horsemen's Association, 26 the recommended by that Association. Committee members 27 shall serve for terms of 2 years, commencing January 28 29 1 of each even-numbered year. If a representative 30 of any of the above-named entities has not been recommended by January 1 of any even-numbered year, 31 the Governor shall appoint a committee member to 32 fill that position. Committee members shall receive 33 34 no compensation for their services as members but

1 shall be reimbursed for all actual and necessary 2 and disbursements incurred expenses in the performance of their official duties. The remaining 3 4 50% of this two-sevenths shall be distributed to county fairs for premiums and rehabilitation as set 5 forth in the Agricultural Fair Act; 6

7 Four-sevenths to museums and aquariums located in park districts of over 500,000 8 population; 9 provided that the monies are distributed in accordance with the previous year's distribution of 10 11 the maintenance tax for such museums and aquariums as provided in Section 2 of the Park District 12 13 Aquarium and Museum Act; and

One-seventh to the Agricultural Premium Fund to 14 used for distribution to agricultural home 15 be 16 economics extension councils in accordance with "An Act in relation to additional support and finances 17 for the Agricultural and Home Economic Extension 18 19 Councils in the several counties of this State and making an appropriation therefor", approved July 24, 20 21 1967. This subparagraph (C) shall be inoperative and of no force and effect on and after January 1, 2000. 22

(D) Except as provided in paragraph (11) of
this subsection (h), with respect to purse
allocation from intertrack wagering, the monies so
retained shall be divided as follows:

(i) If the inter-track wagering licensee, 27 except an intertrack wagering licensee that 28 derives its license from 29 an organization 30 licensee located in a county with a population in excess of 230,000 and bounded by 31 the Mississippi River, is not conducting its own 32 race meeting during the same dates, then the 33 34 entire purse allocation shall be to purses at

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the track where the races wagered on are being conducted.

(ii) If the inter-track 3 wagering 4 licensee, except an intertrack wagering 5 licensee that derives its license from an organization licensee located in a county with 6 7 a population in excess of 230,000 and bounded by the Mississippi River, is also conducting 8 9 its own race meeting during the same dates, then the purse allocation shall be as follows: 10 11 50% to purses at the track where the races wagered on are being conducted; 50% to purses 12 at the track where the inter-track wagering 13 licensee is accepting such wagers. 14

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15 (iii) If the inter-track wagering is 16 being conducted by an inter-track wagering location licensee, except an intertrack 17 18 wagering location licensee that derives its 19 license from an organization licensee located 20 in a county with a population in excess of 21 230,000 and bounded by the Mississippi River, the entire purse allocation for Illinois races 22 23 shall be to purses at the track where the race meeting being wagered on is being held. 24

25 (12) The Board shall have all powers necessary and 26 proper to fully supervise and control the conduct of 27 inter-track wagering and simulcast wagering by 28 inter-track wagering licensees and inter-track wagering 29 location licensees, including, but not limited to the 30 following:

31 (A) The Board is vested with power to
32 promulgate reasonable rules and regulations for the
33 purpose of administering the conduct of this
34 wagering and to prescribe reasonable rules,

1 regulations and conditions under which such wagering 2 shall be held and conducted. Such rules and 3 regulations are to provide for the prevention of 4 practices detrimental to the public interest and for 5 the best interests of said wagering and to impose 6 penalties for violations thereof.

7 (B) The Board, and any person or persons to 8 whom it delegates this power, is vested with the 9 power to enter the facilities of any licensee to 10 determine whether there has been compliance with the 11 provisions of this Act and the rules and regulations 12 relating to the conduct of such wagering.

13 (C) The Board, and any person or persons to whom it delegates this power, may eject or exclude 14 15 from any licensee's facilities, any person whose 16 conduct or reputation is such that his presence on such premises may, in the opinion of the Board, call 17 into the question the honesty and integrity of, or 18 interfere with the orderly conduct of such wagering; 19 provided, however, that no person shall be excluded 20 21 or ejected from such premises solely on the grounds 22 of race, color, creed, national origin, ancestry, or 23 sex.

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(D) (Blank).

25 (E) The Board is vested with the power to 26 appoint delegates to execute any of the powers 27 granted to it under this Section for the purpose of 28 administering this wagering and any rules and 29 regulations promulgated in accordance with this Act.

30 (F) The Board shall name and appoint a State
31 director of this wagering who shall be a
32 representative of the Board and whose duty it shall
33 be to supervise the conduct of inter-track wagering
34 as may be provided for by the rules and regulations

1of the Board; such rules and regulation shall2specify the method of appointment and the Director's3powers, authority and duties.

4 (G) The Board is vested with the power to impose civil penalties of up to \$5,000 against 5 individuals and up to \$10,000 against licensees for 6 7 each violation of any provision of this Act relating 8 to the conduct of this wagering, any rules adopted 9 by the Board, any order of the Board or any other action which in the Board's discretion, is a 10 11 detriment or impediment to such wagering.

12 (13) The Department of Agriculture may enter into agreements with licensees authorizing such licensees to 13 conduct inter-track wagering on races to be held at the 14 15 licensed race meetings conducted by the Department of 16 Agriculture. Such agreement shall specify the races of the Department of Agriculture's licensed race meeting 17 upon which the licensees will conduct wagering. 18 In the 19 event that a licensee conducts inter-track pari-mutuel wagering on races from the Illinois State Fair or DuQuoin 20 21 State Fair which are in addition to the licensee's 22 previously approved racing program, those races shall be 23 considered a separate racing day for the purpose of determining the daily handle and computing the privilege 24 25 or pari-mutuel tax on that daily handle as provided in Sections 27 and 27.1. Such agreements shall be approved 26 by the Board before such wagering may be conducted. 27 In determining whether to grant approval, the Board shall 28 give due consideration to the best interests of the 29 30 public and of horse racing. The provisions of paragraphs (1), (8), (8.1), and (8.2) of subsection (h) of this 31 Section which are not specified in this paragraph (13) 32 shall not apply to licensed race meetings conducted by 33 the Department of Agriculture at the Illinois State Fair 34

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1 in Sangamon County or the DuQuoin State Fair in Perry 2 County, or to any wagering conducted on those race 3 meetings.

4 (i) Notwithstanding the other provisions of this Act,
5 the conduct of wagering at wagering facilities is authorized
6 on all days, except as limited by subsection (b) of Section
7 19 of this Act.

8 (Source: P.A. 91-40, eff. 6-25-99; 92-211, eff. 8-2-01.)

9 Section 99. Effective date. This Act takes effect upon10 becoming law.