

## 93RD GENERAL ASSEMBLY

#### State of Illinois

### 2003 and 2004

Introduced 2/6/2004, by Michael J. Madigan

## SYNOPSIS AS INTRODUCED:

230 ILCS 5/31

from Ch. 8, par. 37-31

Amends the Illinois Horse Racing Act of 1975. Adds a caption to a Section concerning the Illinois Standardbred Breeders Fund.

LRB093 16914 LRD 42571 b

1

AN ACT in relation to gaming.

# 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Illinois Horse Racing Act of 1975 is amended
by changing Section 31 as follows:

6

(230 ILCS 5/31) (from Ch. 8, par. 37-31)

7

Sec. 31. Illinois Standardbred Breeders Fund.

8 (a) The General Assembly declares that it is the policy of this State to encourage the breeding of standardbred horses in 9 this State and the ownership of such horses by residents of 10 this State in order to provide for: sufficient numbers of high 11 quality standardbred horses to participate in harness racing 12 meetings in this State, and to establish and preserve the 13 14 agricultural and commercial benefits of such breeding and 15 racing industries to the State of Illinois. It is the intent of the General Assembly to further this policy by the provisions 16 17 of this Section of this Act.

(b) Each organization licensee conducting a harness racing meeting pursuant to this Act shall provide for at least two races each race program limited to Illinois conceived and foaled horses. A minimum of 6 races shall be conducted each week limited to Illinois conceived and foaled horses. No horses shall be permitted to start in such races unless duly registered under the rules of the Department of Agriculture.

(c) Conditions of races under subsection (b) shall be commensurate with past performance, quality and class of Illinois conceived and foaled horses available. If, however, sufficient competition cannot be had among horses of that class on any day, the races may, with consent of the Board, be eliminated for that day and substitute races provided.

31 (d) There is hereby created a special fund of the State32 Treasury to be known as the Illinois Standardbred Breeders

- 2 - LRB093 16914 LRD 42571 b

HB5865

1 Fund.

During the calendar year 1981, and each year thereafter, except as provided in subsection (g) of Section 27 of this Act, eight and one-half per cent of all the monies received by the State as privilege taxes on harness racing meetings shall be paid into the Illinois Standardbred Breeders Fund.

7 (e) The Illinois Standardbred Breeders Fund shall be 8 administered by the Department of Agriculture with the 9 assistance and advice of the Advisory Board created in 10 subsection (f) of this Section.

(f) The Illinois Standardbred Breeders Fund Advisory Board 11 12 is hereby created. The Advisory Board shall consist of the 13 Director of the Department of Agriculture, who shall serve as Chairman; the Superintendent of the Illinois State Fair; a 14 15 member of the Illinois Racing Board, designated by it; a 16 representative of the Illinois Standardbred Owners and 17 Breeders Association, recommended by it; a representative of the Illinois Association of Agricultural Fairs, recommended by 18 19 it, such representative to be from a fair at which Illinois 20 conceived and foaled racing is conducted; a representative of the organization licensees conducting harness racing meetings, 21 22 recommended by them and a representative of the Illinois 23 Harness Horsemen's Association, recommended by it. Advisory 24 Board members shall serve for 2 years commencing January 1, of 25 each odd numbered year. If representatives of the Illinois 26 Standardbred Owners and Breeders Associations, the Illinois 27 Association of Agricultural Fairs, the Illinois Harness 28 Horsemen's Association, and the organization licensees 29 conducting harness racing meetings have not been recommended by 30 January 1, of each odd numbered year, the Director of the 31 Department of Agriculture shall make an appointment for the 32 organization failing to so recommend a member of the Advisory Board. Advisory Board members shall receive no compensation for 33 their services as members but shall be reimbursed for all 34 35 actual and necessary expenses and disbursements incurred in the execution of their official duties. 36

- 3 - LRB093 16914 LRD 42571 b

HB5865

No monies shall be expended from the Illinois 1 (q) 2 Standardbred Breeders Fund except as appropriated by the 3 Assembly. Monies appropriated from the Illinois General Standardbred Breeders Fund shall be expended by the Department 4 5 of Agriculture, with the assistance and advice of the Illinois Standardbred Breeders Fund Advisory Board for the following 6 7 purposes only:

8 9 1. To provide purses for races limited to Illinois conceived and foaled horses at the State Fair.

To provide purses for races limited to Illinois
 conceived and foaled horses at county fairs.

3. To provide purse supplements for races limited to
Illinois conceived and foaled horses conducted by
associations conducting harness racing meetings.

4. No less than 75% of all monies in the Illinois
Standardbred Breeders Fund shall be expended for purses in
1, 2 and 3 as shown above.

5. In the discretion of the Department of Agriculture 18 19 to provide awards to harness breeders of Illinois conceived 20 and foaled horses which win races conducted by organization licensees conducting harness racing meetings. A breeder is 21 the owner of a mare at the time of conception. No more than 22 23 10% of all monies appropriated from the Illinois Standardbred Breeders Fund shall be expended for such 24 harness breeders awards. No more than 25% of the amount 25 expended for harness breeders awards shall be expended for 26 27 expenses incurred in the administration of such harness 28 breeders awards.

29 30 6. To pay for the improvement of racing facilities located at the State Fair and County fairs.

31

32

7. To pay the expenses incurred in the administration of the Illinois Standardbred Breeders Fund.

33

8. To promote the sport of harness racing.

(h) Whenever the Governor finds that the amount in the
 Illinois Standardbred Breeders Fund is more than the total of
 the outstanding appropriations from such fund, the Governor

1 shall notify the State Comptroller and the State Treasurer of 2 such fact. The Comptroller and the State Treasurer, upon 3 receipt of such notification, shall transfer such excess amount 4 from the Illinois Standardbred Breeders Fund to the General 5 Revenue Fund.

(i) A sum equal to 12 1/2% of the first prize money of 6 every purse won by an Illinois conceived and foaled horse shall 7 be paid by the organization licensee conducting the horse race 8 9 meeting to the breeder of such winning horse from the organization licensee's share of the money wagered. 10 Such 11 payment shall not reduce any award to the owner of the horse or 12 reduce the taxes payable under this Act. Such payment shall be 13 delivered by the organization licensee at the end of each race 14 meeting.

(j) The Department of Agriculture shall, by rule, with the assistance and advice of the Illinois Standardbred Breeders Fund Advisory Board:

1. Qualify stallions for Illinois Standardbred Breeders 18 19 Fund breeding; such stallion shall be owned by a resident of 20 the State of Illinois or by an Illinois corporation all of whose shareholders, directors, officers and incorporators are 21 residents of the State of Illinois. Such stallion shall stand 22 23 for service at and within the State of Illinois at the time of a foal's conception, and such stallion must not stand for 24 25 service at any place, nor may semen from such stallion be 26 transported, outside the State of Illinois during that calendar 27 year in which the foal is conceived and that the owner of the 28 stallion was for the 12 months prior, a resident of Illinois. The articles of agreement of any partnership, joint venture, 29 30 limited partnership, syndicate, association or corporation and 31 any bylaws and stock certificates must contain a restriction 32 that provides that the ownership or transfer of interest by any one of the persons a party to the agreement can only be made to 33 a person who qualifies as an Illinois resident. 34

35 2. Provide for the registration of Illinois conceived and36 foaled horses and no such horse shall compete in the races

- 5 - LRB093 16914 LRD 42571 b

HB5865

1 limited to Illinois conceived and foaled horses unless 2 registered with the Department of Agriculture. The Department 3 of Agriculture may prescribe such forms as may be necessary to 4 determine the eligibility of such horses. No person shall 5 knowingly prepare or cause preparation of an application for 6 registration of such foals containing false information. A mare 7 (dam) must be in the state at least 30 days prior to foaling or 8 remain in the State at least 30 days at the time of foaling. 9 Beginning with the 1996 breeding season and for foals of 1997 10 and thereafter, a foal conceived by transported fresh semen may 11 be eligible for Illinois conceived and foaled registration 12 provided all breeding and foaling requirements are met. The 13 stallion must be qualified for Illinois Standardbred Breeders Fund breeding at the time of conception and the mare must be 14 15 inseminated within the State of Illinois. The foal must be 16 dropped in Illinois and properly registered with the Department 17 of Agriculture in accordance with this Act.

3. Provide that at least a 5 day racing program shall be conducted at the State Fair each year, which program shall include at least the following races limited to Illinois conceived and foaled horses: (a) a two year old Trot and Pace, and Filly Division of each; (b) a three year old Trot and Pace, and Filly Division of each; (c) an aged Trot and Pace, and Mare Division of each.

4. Provide for the payment of nominating, sustaining and 25 26 starting fees for races promoting the sport of harness racing 27 and for the races to be conducted at the State Fair as provided 28 subsection (j) 3 of this Section provided that the in 29 nominating, sustaining and starting payment required from an 30 entrant shall not exceed 2% of the purse of such race. All nominating, sustaining and starting payments shall be held for 31 32 the benefit of entrants and shall be paid out as part of the respective purses for such races. Nominating, sustaining and 33 starting fees shall be held in trust accounts for the purposes 34 35 as set forth in this Act and in accordance with Section 205-15 of the Department of Agriculture Law (20 ILCS 205/205-15). 36

5. Provide for the registration with the Department of
 Agriculture of Colt Associations or county fairs desiring to
 sponsor races at county fairs.

(k) The Department of Agriculture, with the advice and 4 5 assistance of the Illinois Standardbred Breeders Fund Advisory 6 Board, may allocate monies for purse supplements for such races. In determining whether to allocate money and the amount, 7 8 the Department of Agriculture shall consider factors, 9 including but not limited to, the amount of money appropriated 10 for the Illinois Standardbred Breeders Fund program, the number 11 of races that may occur, and an organizational licensee's purse 12 structure. The organizational licensee shall notify the Department of Agriculture of the conditions and minimum purses 13 for races limited to Illinois conceived and foaled horses to be 14 15 conducted by each organizational licensee conducting a harness 16 racing meeting for which purse supplements have been 17 negotiated.

(1) All races held at county fairs and the State Fair which receive funds from the Illinois Standardbred Breeders Fund shall be conducted in accordance with the rules of the United States Trotting Association unless otherwise modified by the Department of Agriculture.

23 (m) At all standardbred race meetings held or conducted 24 under authority of a license granted by the Board, and at all 25 standardbred races held at county fairs which are approved by 26 the Department of Agriculture or at the Illinois or DuQuoin 27 State Fairs, no one shall jog, train, warm up or drive a 28 standardbred horse unless he or she is wearing a protective 29 safety helmet, with the chin strap fastened and in place, which 30 meets the standards and requirements as set forth in the 1984 Standard for Protective Headgear for Use in Harness Racing and 31 32 Other Equestrian Sports published by the Snell Memorial Foundation, or any standards and requirements for headgear the 33 Illinois Racing Board may approve. Any other standards and 34 35 requirements so approved by the Board shall equal or exceed those published by the Snell Memorial Foundation. 36 Any

- equestrian helmet bearing the Snell label shall be deemed to
   have met those standards and requirements.
- 3 (Source: P.A. 91-239, eff. 1-1-00.)