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Sen. William R. Haine

Filed: 4/14/2005

	09400HB0665sam001 LRB094 06756 AMC 44508 a
1	AMENDMENT TO HOUSE BILL 665
2	AMENDMENT NO Amend House Bill 665 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The Illinois Horse Racing Act of 1975 is
5	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
9	system of wagering, as defined in Section 3.12 of this Act, on
10	horse races conducted by an Illinois organization licensee or
11	conducted at a racetrack located in another state or country
12	and televised in Illinois in accordance with subsection (g) of
13	Section 26 of this Act. Subject to the prior consent of the
14	Board, licensees may supplement any pari-mutuel pool in order
15	to guarantee a minimum distribution. Such pari-mutuel method of
16	wagering shall not, under any circumstances if conducted under
17	the provisions of this Act, be held or construed to be
18	unlawful, other statutes of this State to the contrary
19	notwithstanding. Subject to rules for advance wagering
20	promulgated by the Board, any licensee may accept wagers in
21	advance of the day 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 09400HB0665sam001 -2- LRB094 06756 AMC 44508 a

1 taxes and purses, an amount not to exceed 17% of all money 2 wagered under subsection (a) of this Section, except as may 3 otherwise be permitted under this Act.

4 (b-5) An individual may place a wager under the pari-mutuel 5 system from any licensed location authorized under this Act 6 provided that wager is electronically recorded in the manner 7 described in Section 3.12 of this Act. Any wager made 8 electronically by an individual while physically on the 9 premises of a licensee shall be deemed to have been made at the 10 premises of that licensee.

(c) Until January 1, 2000, the sum held by any licensee for 11 payment of outstanding pari-mutuel tickets, if unclaimed prior 12 to December 31 of the next year, shall be retained by the 13 14 licensee for payment of such tickets until that date. Within 10 15 days thereafter, the balance of such sum remaining unclaimed, less any uncashed supplements contributed by such licensee for 16 17 the purpose of quaranteeing minimum distributions of any 18 pari-mutuel pool, shall be paid to the Illinois Veterans' Rehabilitation Fund of the State treasury, except as provided 19 20 in subsection (g) of Section 27 of this Act.

21 (c-5) Beginning January 1, 2000, the sum held by any licensee for payment of outstanding pari-mutuel tickets, if 22 unclaimed prior to December 31 of the next year, shall be 23 24 retained by the licensee for payment of such tickets until that 25 date; except that, beginning on the effective date of this 26 amendatory Act of the 94th General Assembly, the sum held by an organization licensee located in a county with a population in 27 excess of 230,000 and that borders the Mississippi River and 28 29 every inter-track wagering location licensee who derives their licenses from that organization licensee shall be retained by 30 the organization licensee for payment of such tickets until 31 that date. Within 10 days thereafter, the balance of such sum 32 33 remaining unclaimed, less any uncashed supplements contributed by such licensee for the purpose of guaranteeing minimum 34

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1 distributions of any pari-mutuel pool, shall be evenly 2 distributed to the purse account of the organization licensee 3 and the organization licensee.

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

(e) No licensee shall knowingly permit any minor, other 9 10 than an employee of such licensee or an owner, trainer, jockey, driver, or employee thereof, to be admitted during a racing 11 program unless accompanied by a parent or guardian, or any 12 minor to be a patron of the pari-mutuel system of wagering 13 14 conducted or supervised by it. The admission of any 15 unaccompanied minor, other than an employee of the licensee or an owner, trainer, jockey, driver, or employee thereof at a 16 race track is a Class C misdemeanor. 17

18 (f) Notwithstanding the other provisions of this Act, an organization licensee may contract with an entity in another 19 20 state or country to permit any legal wagering entity in another 21 state or country to accept wagers solely within such other state or country on races conducted by the organization 22 licensee in this State. Beginning January 1, 2000, these wagers 23 shall not be subject to State taxation. Until January 1, 2000, 24 25 when the out-of-State entity conducts a pari-mutuel pool 26 separate from the organization licensee, a privilege tax equal to 7 1/2% of all monies received by the organization licensee 27 28 from entities in other states or countries pursuant to such 29 contracts is imposed on the organization licensee, and such 30 privilege tax shall be remitted to the Department of Revenue 31 within 48 hours of receipt of the moneys from the simulcast. 32 When the out-of-State entity conducts a combined pari-mutuel pool with the organization licensee, the tax shall be 10% of 33 all monies received by the organization licensee with 25% of 34

1 the receipts from this 10% tax to be distributed to the county 2 in which the race was conducted.

3 An organization licensee may permit one or more of its 4 races to be utilized for pari-mutuel wagering at one or more 5 locations in other states and may transmit audio and visual signals of races the organization licensee conducts to one or 6 7 more locations outside the State or country and may also permit 8 pari-mutuel pools in other states or countries to be combined with its gross or net wagering pools or with wagering pools 9 10 established by other states.

(q) A host track may accept interstate simulcast wagers on 11 horse races conducted in other states or countries and shall 12 control the number of signals and types of breeds of racing in 13 its simulcast program, subject to the disapproval of the Board. 14 15 The Board may prohibit a simulcast program only if it finds 16 that the simulcast program is clearly adverse to the integrity of racing. The host track simulcast program shall include the 17 18 signal of live racing of all organization licensees. All 19 non-host licensees shall carry the host track simulcast program 20 and accept wagers on all races included as part of the 21 simulcast program upon which wagering is permitted. The costs host track and non-host licensees 22 and expenses of the 23 associated with interstate simulcast wagering, other than the interstate commission fee, shall be borne by the host track and 24 25 all non-host licensees incurring these costs. The interstate 26 commission fee shall not exceed 5% of Illinois handle on the interstate simulcast race or races without prior approval of 27 28 the Board. The Board shall promulgate rules under which it may 29 permit interstate commission fees in excess of 58. The interstate commission fee and other fees charged by the sending 30 31 racetrack, including, but not limited to, satellite decoder 32 fees, shall be uniformly applied to the host track and all 33 non-host licensees.

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(1) Between the hours of 6:30 a.m. and 6:30 p.m. an

1 intertrack wagering licensee other than the host track may 2 supplement the host track simulcast program with 3 additional simulcast races or race programs, provided that 4 between January 1 and the third Friday in February of any 5 year, inclusive, if no live thoroughbred racing is Illinois during this 6 occurring in period, only 7 thoroughbred races may be used for supplemental interstate 8 simulcast purposes. The Board shall withhold approval for a supplemental interstate simulcast only if it finds that the 9 simulcast is clearly adverse to the integrity of racing. A 10 11 supplemental interstate simulcast may be transmitted from an intertrack wagering licensee to its affiliated non-host 12 The 13 licensees. interstate commission fee for a supplemental interstate simulcast shall be paid by the 14 non-host licensee and its affiliated non-host licensees 15 receiving the simulcast. 16

(2) Between the hours of 6:30 p.m. and 6:30 a.m. an 17 18 intertrack wagering licensee other than the host track may 19 receive supplemental interstate simulcasts only with the 20 consent of the host track, except when the Board finds that 21 the simulcast is clearly adverse to the integrity of 22 racing. Consent granted under this paragraph (2) to any 23 intertrack wagering licensee shall be deemed consent to all non-host licensees. The interstate commission fee for the 24 25 supplemental interstate simulcast shall be paid by all 26 participating non-host licensees.

27 (3) Each licensee conducting interstate simulcast 28 wagering may retain, subject to the payment of all 29 applicable taxes and the purses, an amount not to exceed 30 17% of all money wagered. If any licensee conducts the 31 pari-mutuel system wagering on races conducted at 32 racetracks in another state or country, each such race or 33 race program shall be considered a separate racing day for the purpose of determining the daily handle and computing 34

the privilege tax of that daily handle as provided in 1 subsection (a) of Section 27. Until January 1, 2000, from 2 the sums permitted to be retained pursuant to this 3 4 subsection, each intertrack wagering location licensee 5 shall pay 1% of the pari-mutuel handle wagered on simulcast wagering to the Horse Racing Tax Allocation Fund, subject 6 to the provisions of subparagraph (B) of paragraph (11) of 7 subsection (h) of Section 26 of this Act. 8

(4) A licensee who receives an interstate simulcast may 9 combine its gross or net pools with pools at the sending 10 racetracks pursuant to rules established by the Board. All 11 licensees combining their gross pools at a sending 12 racetrack shall adopt the take-out percentages of the 13 14 sending racetrack. A licensee may also establish a separate 15 pool and takeout structure for wagering purposes on races conducted at race tracks outside of the State of Illinois. 16 The licensee may permit pari-mutuel wagers placed in other 17 18 states or countries to be combined with its gross or net 19 wagering pools or other wagering pools.

20 (5) After the payment of the interstate commission fee 21 (except for the interstate commission fee on a supplemental interstate simulcast, which shall be paid by the host track 22 and by each non-host licensee through the host-track) and 23 24 all applicable State and local taxes, except as provided in 25 subsection (g) of Section 27 of this Act, the remainder of 26 moneys retained from simulcast wagering pursuant to this subsection (g), and Section 26.2 shall be divided as 27 follows: 28

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

32 (B) For wagers placed on interstate simulcast 33 races, supplemental simulcasts as defined in 34 subparagraphs (1) and (2), and separately pooled races

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conducted outside of the State of Illinois made at a non-host licensee, 25% to the host track, 25% to the non-host licensee, and 50% to the purses at the host track.

5 (6) Notwithstanding any provision in this Act to the contrary, non-host licensees who derive their licenses 6 from a track located in a county with a population in 7 8 excess of 230,000 and that borders the Mississippi River may receive supplemental interstate simulcast races at all 9 times subject to Board approval, which shall be withheld 10 only upon a finding that a supplemental interstate 11 simulcast is clearly adverse to the integrity of racing. 12

(7) Notwithstanding any provision of this Act to the 13 contrary, after payment of all applicable State and local 14 15 taxes and interstate commission fees, non-host licensees who derive their licenses from a track located in a county 16 with a population in excess of 230,000 and that borders the 17 18 Mississippi River shall retain 50% of the retention from 19 interstate simulcast wagers and shall pay 50% to purses at 20 the track from which the non-host licensee derives its 21 license as follows:

(A) Between January 1 and the third Friday in
February, inclusive, if no live thoroughbred racing is
occurring in Illinois during this period, when the
interstate simulcast is a standardbred race, the 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);

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(C) Between January 1 and the third Friday in

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February, inclusive, if live thoroughbred racing is occurring in Illinois, between 6:30 a.m. and 6:30 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;

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

12 (E) Between the third Saturday in February and 13 December 31, when the interstate simulcast occurs 14 between the hours of 6:30 p.m. and 6:30 a.m., the purse 15 share to its standardbred purse account.

(7.1) Notwithstanding any other provision of this Act 16 to the contrary, if no standardbred racing is conducted at 17 18 a racetrack located in Madison County during any calendar 19 year beginning on or after January 1, 2002, all moneys 20 derived by that racetrack from simulcast wagering and 21 inter-track wagering that (1) are to be used for purses and (2) are generated between the hours of 6:30 p.m. and 6:30 22 a.m. during that calendar year shall be paid as follows: 23

(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

(B) Twenty percent shall be deposited into the
Illinois Colt Stakes Purse Distribution Fund and shall
be paid to purses for standardbred races for Illinois
conceived and foaled horses conducted at any county
fairgrounds. The moneys deposited into the Fund
pursuant to this subparagraph (B) shall be deposited

within 2 weeks after the day they were generated, shall 1 be in addition to and not in lieu of any other moneys 2 paid to standardbred purses under this Act, and shall 3 4 not be commingled with other moneys paid into that 5 Fund. The moneys deposited pursuant to this subparagraph (B) shall be allocated as provided by the 6 7 Department of Agriculture, with the advice and assistance of the Illinois Standardbred Breeders Fund 8 Advisory Board. 9

(7.2) Notwithstanding any other provision of this Act 10 to the contrary, if no thoroughbred racing is conducted at 11 a racetrack located in Madison County during any calendar 12 year beginning on or after January 1, 2002, all moneys 13 derived by that racetrack from simulcast wagering and 14 15 inter-track wagering that (1) are to be used for purses and (2) are generated between the hours of 6:30 a.m. and 6:30 16 p.m. during that calendar year shall be deposited as 17 18 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 deposited into its standardbred purse
account; and

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

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into the Illinois Colt Stakes Purse Distribution Fund pursuant to this subparagraph (B) 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.

8 (7.3) If no live standardbred racing is conducted at a racetrack located in Madison County in calendar year 2000 9 or 2001, an organization licensee who is licensed to 10 conduct horse racing at that racetrack shall, before 11 January 1, 2002, pay all moneys derived from simulcast 12 13 wagering and inter-track wagering in calendar years 2000 and 2001 and paid into the licensee's standardbred purse 14 15 account as follows:

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

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

Failure to make the payment to the Illinois Colt Stakes Purse Distribution Fund before January 1, 2002 shall result in the immediate revocation of the licensee's organization license, inter-track wagering license, and inter-track wagering location license.

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

standardbred purses under this Act, and shall not be commingled with any other moneys paid into that Fund.

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

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

21 (8.1) Notwithstanding any provisions in this Act to the contrary, if 2 organization licensees are conducting 22 standardbred race meetings concurrently between the hours 23 of 6:30 p.m. and 6:30 a.m., after payment of all applicable 24 25 State and local taxes and interstate commission fees, the 26 remainder of the amount retained from simulcast wagering otherwise attributable to the host track and to host track 27 purses shall be split daily between the 2 organization 28 29 licensees and the purses at the tracks of the 2 30 organization licensees, respectively, based on each 31 organization licensee's share of the total live handle for that day, provided that this provision shall not apply to 32 33 any non-host licensee that derives its license from a track located in a county with a population in excess of 230,000 34

and that borders the Mississippi River.

- (9) (Blank).
- 3 (10) (Blank).

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(11) (Blank).

5 (12) The Board shall have authority to compel all host 6 tracks to receive the simulcast of any or all races 7 conducted at the Springfield or DuQuoin State fairgrounds 8 and include all such races as part of their simulcast 9 programs.

(13) Notwithstanding any other provision of this Act, 10 in the event that the total Illinois pari-mutuel handle on 11 Illinois horse races at all wagering facilities in any 12 calendar year is less than 75% of the total Illinois 13 pari-mutuel handle on Illinois horse races at all such 14 15 wagering facilities for calendar year 1994, then each wagering facility that has an annual total Illinois 16 pari-mutuel handle on Illinois horse races that is less 17 18 than 75% of the total Illinois pari-mutuel handle on 19 Illinois horse races at such wagering facility for calendar 20 year 1994, shall be permitted to receive, from any amount 21 otherwise payable to the purse account at the race track with which the wagering facility is affiliated in the 22 succeeding calendar year, an amount equal to 2% of the 23 differential in total Illinois pari-mutuel handle on 24 25 Illinois horse races at the wagering facility between that 26 calendar year in question and 1994 provided, however, that 27 a wagering facility shall not be entitled to any such 28 payment until the Board certifies in writing to the 29 wagering facility the amount to which the wagering facility 30 is entitled and a schedule for payment of the amount to the 31 wagering facility, based on: (i) the racing dates awarded to the race track affiliated with the wagering facility 32 33 during the succeeding year; (ii) the sums available or anticipated to be available in the purse account of the 34

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

26 (1) Any person licensed to conduct a race meeting (i) at a track where 60 or more days of racing were conducted 27 during the immediately preceding calendar year or where 28 29 over the 5 immediately preceding calendar years an average 30 of 30 or more days of racing were conducted annually may be 31 issued an inter-track wagering license; (ii) at a track located in a county that is bounded by the Mississippi 32 River, which has a population of less than 150,000 33 according to the 1990 decennial census, and an average of 34

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

32 (2) The Board shall examine the applications with 33 respect to their conformity with this Act and the rules and 34 regulations imposed by the Board. If found to be in

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compliance with the Act and rules and regulations of the Board, the Board may then issue a license to conduct inter-track wagering and simulcast wagering to such applicant. All such applications shall be acted upon by the Board at a meeting to be held on such date as may be fixed by the Board.

7 (3) In granting licenses to conduct inter-track 8 wagering and simulcast wagering, the Board shall give due 9 consideration to the best interests of the public, of horse 10 racing, and of maximizing revenue to the State.

Prior to the issuance of a license to conduct 11 (4) inter-track wagering and simulcast wagering, the applicant 12 shall file with the Board a bond payable to the State of 13 Illinois in the sum of \$50,000, executed by the applicant 14 15 and a surety company or companies authorized to do business in this State, and conditioned upon (i) the payment by the 16 licensee of all taxes due under Section 27 or 27.1 and any 17 18 other monies due and payable under this Act, and (ii) 19 distribution by the licensee, upon presentation of the 20 winning ticket or tickets, of all sums payable to the 21 patrons of pari-mutuel pools.

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

(6) All wagering under such license is subject to this Act and to the rules and regulations from time to time prescribed by the Board, and every such license issued by the Board shall contain a recital to that effect.

31 (7) An inter-track wagering licensee or inter-track 32 wagering location licensee may accept wagers at the track 33 or location where it is licensed, or as otherwise provided 34 under this Act.

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(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.

4 (8.1)Inter-track wagering location licensees who 5 derive their licenses from a particular organization licensee shall conduct inter-track wagering and simulcast 6 wagering only at locations which are either within 90 miles 7 8 that race track where the particular organization of licensee is licensed to conduct racing, or within 135 miles 9 of that race track where the particular organization 10 licensee is licensed to conduct racing in the case of race 11 tracks in counties of less than 400,000 that were operating 12 on or before June 1, 1986. However, inter-track wagering 13 and simulcast wagering shall not be conducted by those 14 15 licensees at any location within 5 miles of any race track at which a horse race meeting has been licensed in the 16 current year, unless the person having operating control of 17 18 such race track has given its written consent to such 19 inter-track wagering location licensees, which consent 20 must be filed with the Board at or prior to the time application is made. 21

(8.2) Inter-track wagering or simulcast wagering shall 22 not be conducted by an inter-track wagering location 23 licensee at any location within 500 feet of an existing 24 church or existing school, nor within 500 feet of the 25 26 residences of more than 50 registered voters without 27 receiving written permission from a majority of the such residences. Such written 28 registered voters at 29 permission statements shall be filed with the Board. The 30 distance of 500 feet shall be measured to the nearest part 31 of any building used for worship services, education programs, residential purposes, or conducting inter-track 32 wagering by an inter-track wagering location licensee, and 33 not to property boundaries. However, inter-track wagering 34

1 or simulcast wagering may be conducted at a site within 500 feet of a church, school or residences of 50 or more 2 registered voters if such church, school or residences have 3 4 been erected or established, or such voters have been 5 registered, after the Board issues the original inter-track wagering location license at the site in 6 7 question. Inter-track wagering location licensees may 8 conduct inter-track wagering and simulcast wagering only in areas that are zoned for commercial or manufacturing 9 purposes or in areas for which a special use has been 10 approved by the local zoning authority. However, no license 11 to conduct inter-track wagering and simulcast wagering 12 13 shall be granted by the Board with respect to any inter-track wagering location within the jurisdiction of 14 15 any local zoning authority which has, by ordinance or by resolution, prohibited the establishment of an inter-track 16 17 wagering location within its jurisdiction. However, 18 inter-track wagering and simulcast wagering may be 19 conducted at a site if such ordinance or resolution is 20 enacted after the Board licenses the original inter-track 21 wagering location licensee for the site in question.

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(9) (Blank).

23 (10) An inter-track wagering licensee or an 24 inter-track wagering location licensee may retain, subject 25 to the payment of the privilege taxes and the purses, an 26 amount not to exceed 17% of all money wagered. Each program 27 of racing conducted by each inter-track wagering licensee inter-track wagering location licensee 28 shall be or 29 considered a separate racing day for the purpose of 30 determining the daily handle and computing the privilege 31 tax or pari-mutuel tax on such daily handle as provided in Section 27. 32

33 (10.1) Except as provided in subsection (g) of Section
34 27 of this Act, inter-track wagering location licensees

1 shall pay 1% of the pari-mutuel handle at each location to 2 the municipality in which such location is situated and 1% of the pari-mutuel handle at each location to the county in 3 4 which such location is situated. In the event that an 5 inter-track wagering location licensee is situated in an unincorporated area of a county, such licensee shall pay 2% 6 7 of the pari-mutuel handle from such location to such 8 county.

(10.2) Notwithstanding any other provision of this 9 Act, with respect to intertrack wagering at a race track 10 located in a county that has a population of more than 11 230,000 and that is bounded by the Mississippi River ("the 12 first race track"), or at a facility operated by an 13 inter-track wagering licensee or inter-track wagering 14 15 location licensee that derives its license from the organization licensee that operates the first race track, 16 on races conducted at the first race track or on races 17 18 conducted another Illinois race at track and simultaneously televised to the first race track or to a 19 20 facility operated by an inter-track wagering licensee or 21 inter-track wagering location licensee that derives its license from the organization licensee that operates the 22 first race track, those moneys shall be allocated as 23 24 follows:

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

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

(11) (A) After payment of the privilege or pari-mutuel
 tax, any other applicable taxes, and the costs and expenses

1 in connection with the gathering, transmission, and dissemination of all data necessary to the conduct of 2 inter-track wagering, the remainder of the monies retained 3 4 under either Section 26 or Section 26.2 of this Act by the 5 inter-track wagering licensee on inter-track wagering shall be allocated with 50% to be split between the 2 6 participating licensees and 50% to purses, except that an 7 8 intertrack wagering licensee that derives its license from a track located in a county with a population in excess of 9 230,000 and that borders the Mississippi River shall not 10 divide any remaining retention with the Illinois 11 organization licensee that provides the race or races, and 12 an intertrack wagering licensee that accepts wagers on 13 14 races conducted by an organization licensee that conducts a 15 race meet in a county with a population in excess of 230,000 and that borders the Mississippi River shall not 16 17 divide any remaining retention with that organization 18 licensee.

19 (B) From the sums permitted to be retained pursuant to 20 this Act each inter-track wagering location licensee shall 21 pay (i) the privilege or pari-mutuel tax to the State; (ii) 4.75% of the pari-mutuel handle on intertrack wagering at 22 such location on races as purses, except that an intertrack 23 wagering location licensee that derives its license from a 24 track located in a county with a population in excess of 25 26 230,000 and that borders the Mississippi River shall retain 27 all purse moneys for its own purse account consistent with distribution set forth in this subsection (h), and 28 29 intertrack wagering location licensees that accept wagers 30 on races conducted by an organization licensee located in a 31 county with a population in excess of 230,000 and that borders the Mississippi River shall distribute all purse 32 moneys to purses at the operating host track; (iii) until 33 January 1, 2000, except as provided in subsection (g) of 34

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

1 organization licensee to be divided between standardbred 2 purses and thoroughbred purses based on the amounts otherwise allocated to purses at that organization 3 4 licensee during the calendar year in question; and (iv) 8% 5 of the pari-mutuel handle on inter-track wagering wagered at such location to satisfy all costs and expenses of 6 conducting its wagering. The remainder of the monies 7 8 retained by the inter-track wagering location licensee shall be allocated 40% to the location licensee and 60% to 9 the organization licensee which provides the Illinois 10 races to the location, except that an intertrack wagering 11 location licensee that derives its license from a track 12 located in a county with a population in excess of 230,000 13 and that borders the Mississippi River shall not divide any 14 15 remaining retention with the organization licensee that provides the race or races and an intertrack wagering 16 location licensee that accepts wagers on races conducted by 17 18 an organization licensee that conducts a race meet in a 19 county with a population in excess of 230,000 and that 20 borders the Mississippi River shall not divide any remaining retention with the organization licensee. 21 Notwithstanding the provisions of clauses (ii) and (iv) of 22 this paragraph, in the case of the additional inter-track 23 24 wagering location licenses authorized under paragraph (1) of this subsection (h) by this amendatory Act of 1991, 25 those licensees shall pay the following amounts as purses: 26 during the first 12 months the licensee is in operation, 27 5.25% of the pari-mutuel handle wagered at the location on 28 29 races; during the second 12 months, 5.25%; during the third 30 12 months, 5.75%; during the fourth 12 months, 6.25%; and 31 during the fifth 12 months and thereafter, 6.75%. The following amounts shall be retained by the licensee to 32 satisfy all costs and expenses of conducting its wagering: 33 during the first 12 months the licensee is in operation, 34

8.25% of the pari-mutuel handle wagered at the location; 1 during the second 12 months, 8.25%; during the third 12 2 months, 7.75%; during the fourth 12 months, 7.25%; and 3 4 during the fifth 12 months and thereafter, 6.75%. For 5 additional intertrack wagering location licensees authorized under this amendatory Act of 1995, purses for 6 the first 12 months the licensee is in operation shall be 7 8 5.75% of the pari-mutuel wagered at the location, purses for the second 12 months the licensee is in operation shall 9 be 6.25%, and purses thereafter shall be 6.75%. For 10 additional intertrack location licensees authorized under 11 this amendatory Act of 1995, the licensee shall be allowed 12 to retain to satisfy all costs and expenses: 7.75% of the 13 pari-mutuel handle wagered at the location during its first 14 15 12 months of operation, 7.25% during its second 12 months of operation, and 6.75% thereafter. 16

(C) There is hereby created the Horse Racing Tax 17 18 Allocation Fund which shall remain in existence until 19 December 31, 1999. Moneys remaining in the Fund after 20 December 31, 1999 shall be paid into the General Revenue 21 Fund. Until January 1, 2000, all monies paid into the Horse Racing Tax Allocation Fund pursuant to this paragraph (11) 22 by inter-track wagering location licensees located in park 23 districts of 500,000 population or less, or in a 24 25 municipality that is not included within any park district 26 but is included within a conservation district and is the 27 county seat of a county that (i) is contiguous to the state of Indiana and (ii) has a 1990 population of 88,257 28 29 according to the United States Bureau of the Census, and 30 operating on May 1, 1994 shall be allocated by 31 appropriation as follows:

32 Two-sevenths to the Department of Agriculture. 33 Fifty percent of this two-sevenths shall be used to 34 promote the Illinois horse racing and breeding

1 industry, and shall be distributed by the Department of Agriculture upon the advice of a 9-member committee 2 3 appointed by the Governor consisting of the following 4 members: the Director of Agriculture, who shall serve 5 as chairman; 2 representatives of organization licensees conducting thoroughbred race meetings in 6 7 this State, recommended by those licensees; 2 8 representatives of organization licensees conducting standardbred race meetings in this State, recommended 9 by those licensees; a representative of the Illinois 10 11 Thoroughbred Breeders and Owners Foundation, recommended by that Foundation; a representative of 12 Illinois Standardbred Owners 13 and Breeders the Association, recommended by that Association; a 14 15 representative of the Horsemen's Benevolent and 16 Protective Association or any successor organization thereto established in Illinois comprised of the 17 18 largest number of owners and trainers, recommended by 19 that Association or that successor organization; and a 20 representative of the Illinois Harness Horsemen's 21 Association, recommended by that Association. Committee members shall serve for terms of 2 years, 22 23 commencing January 1 of each even-numbered year. If a 24 representative of any of the above-named entities has 25 not been recommended by January 1 of any even-numbered 26 year, the Governor shall appoint a committee member to fill that position. Committee members shall receive no 27 28 compensation for their services as members but shall be 29 reimbursed for all actual and necessary expenses and 30 disbursements incurred in the performance of their 31 official duties. The remaining 50% of this 32 two-sevenths shall be distributed to county fairs for 33 premiums and rehabilitation as set forth in the Agricultural Fair Act; 34

Four-sevenths to park districts or municipalities 1 that do not have a park district of 500,000 population 2 or less for museum purposes (if an inter-track wagering 3 4 location licensee is located in such a park district) 5 or to conservation districts for museum purposes (if an inter-track wagering location licensee is located in a 6 municipality that is not included within any park 7 district conservation 8 but is included within a district and is the county seat of a county that (i) is 9 contiguous to the state of Indiana and (ii) has a 1990 10 population of 88,257 according to the United States 11 Bureau of the Census, except that if the conservation 12 district does not maintain a museum, the monies shall 13 14 be allocated equally between the county and the 15 municipality in which the inter-track wagering location licensee is located for general purposes) or 16 to a municipal recreation board for park purposes (if 17 18 an inter-track wagering location licensee is located 19 in a municipality that is not included within any park 20 district and park maintenance is the function of the 21 municipal recreation board and the municipality has a 1990 population of 9,302 according to the United States 22 Bureau of the Census); provided that the monies are 23 24 distributed to each park district or conservation 25 district or municipality that does not have a park 26 district in an amount equal to four-sevenths of the 27 amount collected by each inter-track wagering location licensee within the park district or conservation 28 29 district or municipality for the Fund. Monies that were 30 paid into the Horse Racing Tax Allocation Fund before 31 the effective date of this amendatory Act of 1991 by an inter-track wagering location licensee located in a 32 33 municipality that is not included within any park district but is included within a conservation 34

district as provided in this paragraph shall, as soon 1 as practicable after the effective date of this 2 amendatory Act of 1991, be allocated and paid to that 3 4 conservation district as provided in this paragraph. 5 Any park district or municipality not maintaining a museum may deposit the monies in the corporate fund of 6 7 district or municipality where the park the 8 inter-track wagering location is located, to be used 9 for general purposes; and

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

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

20 Two-sevenths to the Department of Agriculture. 21 Fifty percent of this two-sevenths shall be used to 22 promote the Illinois horse racing and breeding industry, and shall be distributed by the Department of 23 Agriculture upon the advice of a 9-member committee 24 25 appointed by the Governor consisting of the following 26 members: the Director of Agriculture, who shall serve 27 as chairman; 2 representatives of organization 28 licensees conducting thoroughbred race meetings in 29 this State, recommended by those licensees; 2 30 representatives of organization licensees conducting 31 standardbred race meetings in this State, recommended 32 by those licensees; a representative of the Illinois 33 Thoroughbred Breeders and Owners Foundation, recommended by that Foundation; a representative of 34

Illinois 1 Standardbred Owners and Breeders the 2 Association, recommended by that Association; а representative of the Horsemen's Benevolent and 3 4 Protective Association or any successor organization 5 thereto established in Illinois comprised of the largest number of owners and trainers, recommended by 6 7 that Association or that successor organization; and a 8 representative of the Illinois Harness Horsemen's 9 Association, recommended by that Association. Committee members shall serve for terms of 2 years, 10 commencing January 1 of each even-numbered year. If a 11 representative of any of the above-named entities has 12 13 not been recommended by January 1 of any even-numbered year, the Governor shall appoint a committee member to 14 15 fill that position. Committee members shall receive no compensation for their services as members but shall be 16 reimbursed for all actual and necessary expenses and 17 18 disbursements incurred in the performance of their 19 official duties. The remaining 50% of this 20 two-sevenths shall be distributed to county fairs for 21 premiums and rehabilitation as set forth in the 22 Agricultural Fair Act;

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

One-seventh to the Agricultural Premium Fund to be used for distribution to agricultural home economics extension councils in accordance with "An Act in relation to additional support and finances for the Agricultural and Home Economic Extension Councils in the several counties of this State and making an

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appropriation therefor", approved July 24, 1967. This subparagraph (C) shall be inoperative and of no force and effect on and after January 1, 2000.

(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:

8 (i) If the inter-track wagering licensee, 9 except an intertrack wagering licensee that derives its license from an organization licensee 10 11 located in a county with a population in excess of 230,000 and bounded by the Mississippi River, is 12 13 not conducting its own race meeting during the same dates, then the entire purse allocation shall be to 14 15 purses at the track where the races wagered on are 16 being conducted.

(ii) If the inter-track wagering licensee, 17 18 an intertrack wagering licensee that except 19 derives its license from an organization licensee 20 located in a county with a population in excess of 21 230,000 and bounded by the Mississippi River, is 22 also conducting its own race meeting during the 23 same dates, then the purse allocation shall be as 24 follows: 50% to purses at the track where the races 25 wagered on are being conducted; 50% to purses at 26 the track where the inter-track wagering licensee 27 is accepting such wagers.

(iii) If the inter-track wagering is being
conducted by an inter-track wagering location
licensee, except an intertrack wagering location
licensee that derives its license from an
organization licensee located in a county with a
population in excess of 230,000 and bounded by the
Mississippi River, the entire purse allocation for

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Illinois races shall be to purses at the track where the race meeting being wagered on is being held.

4 (12) The Board shall have all powers necessary and 5 proper to fully supervise and control the conduct of 6 inter-track wagering and simulcast wagering by inter-track 7 wagering licensees and inter-track wagering location 8 licensees, including, but not limited to the following:

(A) The Board is vested with power to promulgate 9 reasonable rules and regulations for the purpose of 10 administering the conduct of this wagering and to 11 prescribe reasonable rules, regulations and conditions 12 under which such wagering shall be held and conducted. 13 Such rules and regulations are to provide for the 14 15 prevention of practices detrimental to the public interest and for the best interests of said wagering 16 and to impose penalties for violations thereof. 17

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

24 (C) The Board, and any person or persons to whom it 25 delegates this power, may eject or exclude from any 26 licensee's facilities, any person whose conduct or 27 reputation is such that his presence on such premises may, in the opinion of the Board, call into the 28 29 question the honesty and integrity of, or interfere 30 with the orderly conduct of such wagering; provided, 31 however, that no person shall be excluded or ejected from such premises solely on the grounds of race, 32 33 color, creed, national origin, ancestry, or sex.

(D) (Blank).

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1 (E) The Board is vested with the power to appoint 2 delegates to execute any of the powers granted to it 3 under this Section for the purpose of administering 4 this wagering and any rules and regulations 5 promulgated in accordance with this Act.

(F) The Board shall name and appoint a State 6 7 director of this wagering who shall be a representative 8 of the Board and whose duty it shall be to supervise the conduct of inter-track wagering as may be provided 9 for by the rules and regulations of the Board; such 10 rules and regulation shall specify the method of 11 appointment and the Director's powers, authority and 12 13 duties.

(G) The Board is vested with the power to impose 14 15 civil penalties of up to \$5,000 against individuals and up to \$10,000 against licensees for each violation of 16 any provision of this Act relating to the conduct of 17 18 this wagering, any rules adopted by the Board, any 19 order of the Board or any other action which in the 20 Board's discretion, is a detriment or impediment to 21 such wagering.

22 (13) The Department of Agriculture may enter into agreements with licensees authorizing such licensees to 23 24 conduct inter-track wagering on races to be held at the 25 licensed race meetings conducted by the Department of 26 Agriculture. Such agreement shall specify the races of the Department of Agriculture's licensed race meeting upon 27 which the licensees will conduct wagering. In the event 28 29 that a licensee conducts inter-track pari-mutuel wagering 30 on races from the Illinois State Fair or DuQuoin State Fair 31 which are in addition to the licensee's previously approved racing program, those races shall be considered a separate 32 33 racing day for the purpose of determining the daily handle and computing the privilege or pari-mutuel tax on that 34

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daily handle as provided in Sections 27 and 27.1. Such 1 agreements shall be approved by the Board before such 2 3 wagering may be conducted. In determining whether to grant approval, the Board shall give due consideration to the 4 5 best interests of the public and of horse racing. The provisions of paragraphs (1), (8), (8.1), and (8.2) of 6 7 subsection (h) of this Section which are not specified in this paragraph (13) shall not apply to licensed race 8 meetings conducted by the Department of Agriculture at the 9 Illinois State Fair in Sangamon County or the DuQuoin State 10 Fair in Perry County, or to any wagering conducted on those 11 12 race meetings.

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

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

Section 99. Effective date. This Act takes effect upon becoming law.".