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AN ACT concerning gaming.

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

4 Section 5. The Riverboat Gambling Act is amended by 5 changing Section 7 as follows:

6 (230 ILCS 10/7) (from Ch. 120, par. 2407)

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Sec. 7. Owners Licenses.

(a) The Board shall issue owners licenses to persons, firms 8 or corporations which apply for such licenses upon payment to 9 the Board of the non-refundable license fee set by the Board, 10 upon payment of a \$25,000 license fee for the first year of 11 operation and a \$5,000 license fee for each succeeding year and 12 upon a determination by the Board that the applicant is 13 14 eligible for an owners license pursuant to this Act and the 15 rules of the Board. A person, firm or corporation is ineligible to receive an owners license if: 16

17 18 (1) the person has been convicted of a felony under the laws of this State, any other state, or the United States;

19 (2) the person has been convicted of any violation of
20 Article 28 of the Criminal Code of 1961, or substantially
21 similar laws of any other jurisdiction;

(3) the person has submitted an application for a
license under this Act which contains false information;

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(4) the person is a member of the Board;

(5) a person defined in (1), (2), (3) or (4) is an
officer, director or managerial employee of the firm or
corporation;

(6) the firm or corporation employs a person defined in (1), (2), (3) or (4) who participates in the management or operation of gambling operations authorized under this Act;

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(7) (blank); or

1 (8) a license of the person, firm or corporation issued 2 under this Act, or a license to own or operate gambling 3 facilities in any other jurisdiction, has been revoked. (b) In determining whether to grant an owners license to an 4 5 applicant, the Board shall consider: 6 (1) the character, reputation, experience and financial integrity of the applicants and of any other or 7 separate person that either: 8 (A) controls, directly or indirectly, such 9 10 applicant, or (B) is controlled, directly or indirectly, by such 11 12 applicant or by a person which controls, directly or indirectly, such applicant; 13 (2) the facilities or proposed facilities for the 14 conduct of riverboat gambling; 15 16 (3) the highest prospective total revenue to be derived 17 by the State from the conduct of riverboat gambling; (4) the extent to which the ownership of the applicant 18 reflects the diversity of the State by including minority 19 20 persons and females and the good faith affirmative action 21 plan of each applicant to recruit, train and upgrade minority persons and females in all 22 employment classifications; 23 (5) the financial ability of the applicant to purchase 24 25 and maintain adequate liability and casualty insurance; 26 (6) whether the applicant has adequate capitalization 27 to provide and maintain, for the duration of a license, a 28 riverboat; 29 (7) the extent to which the applicant exceeds or meets 30 other standards for the issuance of an owners license which 31 the Board may adopt by rule; and 32 (8) The amount of the applicant's license bid. (c) Each owners license shall specify the place where 33 riverboats shall operate and dock. 34

35 (d) Each applicant shall submit with his application, on
 36 forms provided by the Board, 2 sets of his fingerprints.

1 (e) The Board may issue up to 10 licenses authorizing the 2 holders of such licenses to own riverboats. In the application for an owners license, the applicant shall state the dock at 3 4 which the riverboat is based and the water on which the 5 riverboat will be located. The Board shall issue 5 licenses to become effective not earlier than January 1, 1991. Three of 6 such licenses shall authorize riverboat gambling on the 7 8 Mississippi River, or, with approval by the municipality in 9 which the riverboat was docked on August 7, 2003 and with Board approval, be authorized to relocate to a new location, in a 10 11 municipality that (1) borders on the Mississippi River or is 12 within 5 miles of the city limits of a municipality that 13 borders on the Mississippi River and (2), on August 7, 2003, had a riverboat conducting riverboat gambling operations 14 15 pursuant to a license issued under this Act; one of which shall 16 authorize riverboat gambling from a home dock in the city of 17 East St. Louis. One other license shall authorize riverboat gambling on the Illinois River south of Marshall County. The 18 19 Board shall issue one additional license to become effective not earlier than March 1, 1992, which shall authorize riverboat 20 gambling on the Des Plaines River in Will County. The Board may 21 22 issue 4 additional licenses to become effective not earlier 23 than March 1, 1992. In determining the water upon which riverboats will operate, the Board shall consider the economic 24 benefit which riverboat gambling confers on the State, and 25 26 shall seek to assure that all regions of the State share in the 27 economic benefits of riverboat gambling.

28 In granting a license that is a dormant license to an applicant, the Board must give favorable consideration to 29 applicants submitting evidence to the Board that minority 30 31 persons and females, who held ownership interests in the applicant originally granted the dormant license, hold 32 ownership interests in the applicant for the license. The 33 weight of the Board's favorable consideration to applicants 34 35 pursuant to this paragraph must be in proportion to the percentage of ownership interest in the applicant of those 36

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1 <u>minority persons and female owners. "Dormant license" has the</u> 2 <u>meaning ascribed to it in subsection (a-3) of Section 13 of</u> 3 <u>this Act.</u>

In granting all licenses, the Board may give favorable 4 5 consideration to economically depressed areas of the State, to 6 applicants presenting plans which provide for significant economic development over a large geographic area, and to 7 applicants who currently operate non-gambling riverboats in 8 9 Illinois. The Board shall review all applications for owners licenses, and shall inform each applicant of the Board's 10 11 decision. The Board may grant an owners license to an applicant that has not submitted the highest license bid, but if it does 12 13 not select the highest bidder, the Board shall issue a written decision explaining why another applicant was selected and 14 15 identifying the factors set forth in this Section that favored 16 the winning bidder.

In addition to any other revocation powers granted to the Board under this Act, the Board may revoke the owners license of a licensee which fails to begin conducting gambling within 15 months of receipt of the Board's approval of the application if the Board determines that license revocation is in the best interests of the State.

(f) The first 10 owners licenses issued under this Act shall permit the holder to own up to 2 riverboats and equipment thereon for a period of 3 years after the effective date of the license. Holders of the first 10 owners licenses must pay the annual license fee for each of the 3 years during which they are authorized to own riverboats.

29 (q) Upon the termination, expiration, or revocation of each 30 of the first 10 licenses, which shall be issued for a 3 year 31 period, all licenses are renewable annually upon payment of the 32 fee and a determination by the Board that the licensee continues to meet all of the requirements of this Act and the 33 Board's rules. However, for licenses renewed on or after May 1, 34 35 1998, renewal shall be for a period of 4 years, unless the 36 Board sets a shorter period.

1 (h) An owners license shall entitle the licensee to own up 2 to 2 riverboats. A licensee shall limit the number of gambling participants to 1,200 for any such owners license. A licensee 3 may operate both of its riverboats concurrently, provided that 4 5 the total number of gambling participants on both riverboats does not exceed 1,200. Riverboats licensed to operate on the 6 Mississippi River and the Illinois River south of Marshall 7 8 County shall have an authorized capacity of at least 500 9 persons. Any other riverboat licensed under this Act shall have an authorized capacity of at least 400 persons. 10

11 (i) A licensed owner is authorized to apply to the Board 12 for and, if approved therefor, to receive all licenses from the 13 Board necessary for the operation of a riverboat, including a liquor license, a license to prepare and serve food for human 14 15 consumption, and other necessary licenses. All use, occupation 16 and excise taxes which apply to the sale of food and beverages 17 in this State and all taxes imposed on the sale or use of tangible personal property apply to such sales aboard the 18 19 riverboat.

20 (j) The Board may issue or re-issue a license authorizing a riverboat to dock in a municipality or approve a relocation 21 22 under Section 11.2 only if, prior to the issuance or 23 re-issuance of the license or approval, the governing body of the municipality in which the riverboat will dock has by a 24 majority vote approved the docking of riverboats in the 25 26 municipality. The Board may issue or re-issue a license 27 authorizing a riverboat to dock in areas of a county outside 28 any municipality or approve a relocation under Section 11.2 29 only if, prior to the issuance or re-issuance of the license or 30 approval, the governing body of the county has by a majority vote approved of the docking of riverboats within such areas. 31 (Source: P.A. 93-28, eff. 6-20-03; 93-453, eff. 8-7-03; 94-667, 32 33 eff. 8-23-05.)

34 Section 99. Effective date. This Act takes effect upon 35 becoming law.