

Sen. James F. Clayborne Jr.

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09400SB1991sam001

LRB094 14911 EFG 56732 a

1 AMENDMENT TO SENATE BILL 1991 2 AMENDMENT NO. . Amend Senate Bill 1991 by replacing 3 everything after the enacting clause with the following: "Section 5. The Riverboat Gambling Act is amended by 4 5 changing Section 7 as follows: (230 ILCS 10/7) (from Ch. 120, par. 2407) 6 7 Sec. 7. Owners Licenses. 8 (a) The Board shall issue owners licenses to persons, firms 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 eligible for an owners license pursuant to this Act and the 14 rules of the Board. A person, firm or corporation is ineligible 15 16 to receive an owners license if: (1) the person has been convicted of a felony under the 17 18 laws of this State, any other state, or the United States; (2) the person has been convicted of any violation of 19 Article 28 of the Criminal Code of 1961, or substantially 20 21 similar laws of any other jurisdiction; 22 (3) the person has submitted an application for a license under this Act which contains false information; 23

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

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1	(5) a person defined in (1) , (2) , (3) or (4) is an
2	officer, director or managerial employee of the firm or
3	corporation;
4	(6) the firm or corporation employs a person defined in
5	(1), (2), (3) or (4) who participates in the management or
6	operation of gambling operations authorized under this
7	Act;
8	(7) (blank); or
9	(8) a license of the person, firm or corporation issued
10	under this Act, or a license to own or operate gambling
11	facilities in any other jurisdiction, has been revoked.
12	(b) In determining whether to grant an owners license to an
13	applicant, the Board shall consider:
14	(1) the character, reputation, experience and
15	financial integrity of the applicants and of any other or
16	separate person that either:
17	(A) controls, directly or indirectly, such
18	applicant, or
19	(B) is controlled, directly or indirectly, by such
20	applicant or by a person which controls, directly or
21	<pre>indirectly, such applicant;</pre>
22	(2) the facilities or proposed facilities for the
23	conduct of riverboat gambling;
24	(3) the highest prospective total revenue to be derived
25	by the State from the conduct of riverboat gambling;
26	(4) the extent to which the ownership of the applicant
27	reflects the diversity of the State by including minority
28	persons and females and the good faith affirmative action
29	plan of each applicant to recruit, train and upgrade
30	minority persons and females in all employment
31	classifications;
32	(5) the financial ability of the applicant to purchase

and maintain adequate liability and casualty insurance;

(6) whether the applicant has adequate capitalization

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to provide and maintain, for the duration of a license, a riverboat;

- (7) the extent to which the applicant exceeds or meets other standards for the issuance of an owners license which the Board may adopt by rule; and
 - (8) The amount of the applicant's license bid.
- (c) Each owners license shall specify the place where riverboats shall operate and dock.
- (d) Each applicant shall submit with his application, on forms provided by the Board, 2 sets of his fingerprints.
- (e) The Board may issue up to 10 licenses authorizing the holders of such licenses to own riverboats. In the application for an owners license, the applicant shall state the dock at which the riverboat is based and the water on which the riverboat will be located. The Board shall issue 5 licenses to become effective not earlier than January 1, 1991. Three of such licenses shall authorize riverboat gambling on the Mississippi River, or, with approval by the municipality in which the riverboat was docked on August 7, 2003 and with Board approval, be authorized to relocate to a new location, in a municipality that (1) borders on the Mississippi River or is within 5 miles of the city limits of a municipality that borders on the Mississippi River and (2), on August 7, 2003, had a riverboat conducting riverboat gambling operations pursuant to a license issued under this Act; one of which shall authorize riverboat gambling from a home dock in the city of East St. Louis. One other license shall authorize riverboat gambling on the Illinois River south of Marshall County. The Board shall issue one additional license to become effective not earlier than March 1, 1992, which shall authorize riverboat gambling on the Des Plaines River in Will County. The Board may issue 4 additional licenses to become effective not earlier than March 1, 1992. In determining the water upon which riverboats will operate, the Board shall consider the economic

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benefit which riverboat gambling confers on the State, and 1 2 shall seek to assure that all regions of the State share in the 3 economic benefits of riverboat gambling.

In granting a license that is a dormant license to an applicant, the Board must give favorable consideration to applicants submitting evidence to the Board that minority persons and females, who held ownership interests in the applicant originally granted the dormant license, hold ownership interests in the applicant for the license. The weight of the Board's favorable consideration to applicants pursuant to this paragraph must be in proportion to the percentage of ownership interest in the applicant of those minority persons and female owners. "Dormant license" has the meaning ascribed to it in subsection (a-3) of Section 13 of this Act.

In granting all licenses, the Board may give favorable consideration to economically depressed areas of the State, to applicants presenting plans which provide for significant economic development over a large geographic area, and to applicants who currently operate non-gambling riverboats in Illinois. The Board shall review all applications for owners licenses, and shall inform each applicant of the Board's decision. The Board may grant an owners license to an applicant that has not submitted the highest license bid, but if it does not select the highest bidder, the Board shall issue a written decision explaining why another applicant was selected and identifying the factors set forth in this Section that favored 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.
 - (g) Upon the termination, expiration, or revocation of each of the first 10 licenses, which shall be issued for a 3 year period, all licenses are renewable annually upon payment of the fee and a determination by the Board that the licensee continues to meet all of the requirements of this Act and the Board's rules. However, for licenses renewed on or after May 1, 1998, renewal shall be for a period of 4 years, unless the Board sets a shorter period.
 - (h) An owners license shall entitle the licensee to own up to 2 riverboats. A licensee shall limit the number of gambling participants to 1,200 for any such owners license. A licensee may operate both of its riverboats concurrently, provided that the total number of gambling participants on both riverboats does not exceed 1,200. Riverboats licensed to operate on the Mississippi River and the Illinois River south of Marshall County shall have an authorized capacity of at least 500 persons. Any other riverboat licensed under this Act shall have an authorized capacity of at least 400 persons.
 - (i) A licensed owner is authorized to apply to the Board for and, if approved therefor, to receive all licenses from the Board necessary for the operation of a riverboat, including a liquor license, a license to prepare and serve food for human consumption, and other necessary licenses. All use, occupation and excise taxes which apply to the sale of food and beverages in this State and all taxes imposed on the sale or use of tangible personal property apply to such sales aboard the riverboat.
 - (j) The Board may issue or re-issue a license authorizing a

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- riverboat to dock in a municipality or approve a relocation 1 2 under Section 11.2 only if, prior to the issuance or 3 re-issuance of the license or approval, the governing body of the municipality in which the riverboat will dock has by a 4 5 majority vote approved the docking of riverboats in the municipality. The Board may issue or re-issue a license 6 7 authorizing a riverboat to dock in areas of a county outside any municipality or approve a relocation under Section 11.2 8 only if, prior to the issuance or re-issuance of the license or 9 10 approval, the governing body of the county has by a majority vote approved of the docking of riverboats within such areas. 11
- Section 99. Effective date. This Act takes effect upon 14 15 becoming law.".

(Source: P.A. 93-28, eff. 6-20-03; 93-453, eff. 8-7-03; 94-667,