

Rep. Lou Lang

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	09700SB1849ham003	LRB097 07133 AMC 59764 a
1	AMENDMENT TO SENATE BI	LL 1849
2	AMENDMENT NO Amend Senate	e Bill 1849, AS AMENDED,
3	with reference to page and line number.	s of House Amendment No.
4	2 as follows:	
5	on page 81, line 3, after " <u>for</u> ", by t	inserting " <u>operational</u> ";
6	and	
7	on page 84, line 3, after " <u>County</u> ", by	inserting " <u>, including,</u>
8	but not limited to, track surfaces (	main track and practice
9	track), grandstands, audio and visual	systems, paddocks and
10	barns and associated surface areas, re	stroom facilities on the
11	backstretch, and roadway surfaces arou	nd the racing facility";
12	and	
13	on page 84, line 5, after the period, b	y inserting " <u>Such amount</u>
14	shall not be less than \$10,000,000 annu	ally."; and

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1 on page 84, line 17, by deleting "solely"; and 2 line 20, after the period, by inserting on page 84, 3 "Additionally, the first \$5,000,000 of deposits into the Fund 4 shall be used for promotional costs associated with the 5 Illinois State Fairgrounds in Sangamon County."; and by replacing line 2 on page 143 through line 11 on page 144 6 7 with the following: 8 "(e-1) In awarding standardbred racing dates for calendar year 2013 and thereafter, the Board shall award at least 310 9 racing days, and each organization licensee shall average at 10 11 least 12 races for each racing day awarded. The Board shall 12 have the discretion to allocate those racing days among 13 organization licensees requesting standardbred racing dates. Once awarded by the Board, organization licensees awarded 14 standardbred racing dates shall run at least 3,500 races in 15 total during that calendar year. Standardbred racing conducted 16 in Sangamon County shall not be considered races under this 17 18 subsection (e-1). (e-2) In awarding racing dates for calendar year 2013 and 19 20 thereafter, the Board shall award thoroughbred racing days to Cook County organization licensees commensurate with these 21 22 organization licensees' requirement that they shall run at 23 least 1,950 thoroughbred races in the aggregate, so long as 2

organization licensees are conducting electronic gaming

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1	operations. Additionally, if the organization licensees that
2	run thoroughbred races in Cook County are conducting electronic
3	gaming operations, the Board shall increase the number of
4	thoroughbred races to be run in Cook County in the aggregate to
5	at least the following:
6	(i) 2,050 races in any year following the most recent
7	preceding complete calendar year when the combined
8	adjusted gross receipts of the electronic gaming licensees
9	operating at Cook County racetracks total in excess of
10	\$200,000,000, but do not exceed \$250,000,000;
11	(ii) 2,125 races in any year following the most recent
12	preceding complete calendar year when the combined
13	adjusted gross receipts of the electronic gaming licensees
14	operating at Cook County racetracks total in excess of
15	<u>\$250,000,000, but do not exceed \$300,000,000;</u>
16	(iii) 2,200 races in any year following the most recent
16 17	
	(iii) 2,200 races in any year following the most recent
17	(iii) 2,200 races in any year following the most recent preceding complete calendar year when the combined
17 18	(iii) 2,200 races in any year following the most recent preceding complete calendar year when the combined adjusted gross receipts of the electronic gaming licensees
17 18 19	(iii) 2,200 races in any year following the most recent preceding complete calendar year when the combined adjusted gross receipts of the electronic gaming licensees operating at Cook County racetracks total in excess of
17 18 19 20	(iii) 2,200 races in any year following the most recent preceding complete calendar year when the combined adjusted gross receipts of the electronic gaming licensees operating at Cook County racetracks total in excess of \$300,000,000, but do not exceed \$350,000,000;
17 18 19 20 21	(iii) 2,200 races in any year following the most recent preceding complete calendar year when the combined adjusted gross receipts of the electronic gaming licensees operating at Cook County racetracks total in excess of \$300,000,000, but do not exceed \$350,000,000; (iv) 2,300 races in any year following the most recent
17 18 19 20 21 22	(iii) 2,200 races in any year following the most recent preceding complete calendar year when the combined adjusted gross receipts of the electronic gaming licensees operating at Cook County racetracks total in excess of \$300,000,000, but do not exceed \$350,000,000; (iv) 2,300 races in any year following the most recent preceding complete calendar year when the combined
17 18 19 20 21 22 23	(iii) 2,200 races in any year following the most recent preceding complete calendar year when the combined adjusted gross receipts of the electronic gaming licensees operating at Cook County racetracks total in excess of \$300,000,000, but do not exceed \$350,000,000; (iv) 2,300 races in any year following the most recent preceding complete calendar year when the combined adjusted gross receipts of the electronic gaming licensees

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1 preceding complete calendar year when the combined adjusted gross receipts of the electronic gaming licensees 2 operating at Cook County racetracks total in excess of 3 4 \$400,000,000, but do not exceed \$450,000,000; 5 (vi) 2,450 races in any year following the most recent preceding complete calendar year when the combined 6 adjusted gross receipts of the electronic gaming licensees 7 operating at Cook County racetracks total in excess of 8

\$450,000,000, but do not exceed \$500,000,000; and

10 <u>(vii) 2,550 races in any year following the most recent</u> 11 <u>preceding complete calendar year when the combined</u> 12 <u>adjusted gross receipts of the electronic gaming licensees</u> 13 <u>operating at Cook County racetracks exceeds \$500,000,000.</u> 14 <u>In awarding racing dates under this subsection (e-2), the</u> 15 <u>Board shall have the discretion to allocate those thoroughbred</u> 16 racing dates among these Cook County organization licensees.

17 <u>(e-3) In awarding racing dates for calendar year 2013 and</u> 18 <u>thereafter in connection with a race track in Madison County,</u> 19 <u>the Board shall award racing dates and such organization</u> 20 <u>licensee shall run at least 700 thoroughbred races at the race</u> 21 track in Madison County each year.

22 Notwithstanding Section 7.6 of the Illinois Gambling Act or 23 any provision of this Act other than subsection (e-4.5), for 24 each calendar year for which an electronic gaming licensee 25 located in Madison County requests racing dates resulting in 26 less than 700 live thoroughbred races at its race track

facility, the electronic gaming licensee may not conduct 1 electronic gaming for the calendar year of such requested live 2 3 races.

4 (e-4) Notwithstanding the provisions of Section 7.6 of the 5 Illinois Gambling Act or any provision of this Act other than subsections (e-3) and (e-4.5), for each calendar year for which 6 an electronic gaming licensee requests racing dates for a 7 specific horse breed which results in a number of live races 8 9 for that specific breed under its organization license that is 10 less than the total number of live races for that specific 11 breed which it conducted in 2011 for standardbred racing and in 2009 for thoroughbred racing at its race track facility, the 12 13 electronic gaming licensee may not conduct electronic gaming 14 for the calendar year of such requested live races.

15 (e-4.5) The Board shall ensure that each organization 16 licensee shall individually run a sufficient number of races per year to qualify for an electronic gaming license under this 17 Act. The General Assembly finds that the minimum live racing 18 19 guarantees contained in subsections (e-1), (e-2), and (e-3) are 20 in the best interest of the sport of horse racing, and that 21 such quarantees may only be reduced in the limited circumstances described in this subsection. The Board may 22 decrease the number of racing days without affecting an 23 24 organization licensee's ability to conduct electronic gaming 25 only if the Board determines, after notice and hearing, that: 26 (i) a decrease is necessary to maintain a sufficient

1	number of betting interests per race to ensure the				
2	integrity of racing;				
3	(ii) there are unsafe track conditions due to weather				
4	or acts of God;				
5	(iii) there is an agreement between an organization				
6	licensee and the breed association that is applicable to				
7	the involved live racing guarantee, such association				
8	representing either the largest number of thoroughbred				
9	owners and trainers or the largest number of standardbred				
10	owners, trainers and drivers who race horses at the				
11	involved organization licensee's racing meeting, so long				
12	as the agreement does not compromise the integrity of the				
13	sport of horse racing; or				
14	(iv) the horse population or purse levels are				
15	insufficient to provide the number of racing opportunities				
16	otherwise required in this Act.				
17	In decreasing the number of racing dates in accordance with				
18	this subsection, the Board shall hold a hearing and shall				
19	provide the public and all interested parties notice and an				
20	opportunity to be heard. The Board shall accept testimony from				
21	all interested parties, including any association representing				
22	owners, trainers, jockeys, or drivers who will be affected by				
23	the decrease in racing dates. The Board shall provide a written				
24	explanation of the reasons for the decrease and the Board's				
25	findings. The written explanation shall include a listing and				
26	content of all communication between any party and any Illinois				

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1 Racing Board member or staff that does not take place at a 2 public meeting of the Board."; and 3 on page 241, line 12, by replacing "Gaming" with "Gambling"; 4 and on page 242, lines 11 and 23, by replacing "owners or trainers" 5 6 each time it appears with "owners and trainers"; and 7 on page 243, line 9, by replacing "owners or trainers" with "owners and trainers"; and 8 9 on page 245, by deleting lines 13 through 22; and 10 by replacing line 6 on page 246 through line 2 on page 247 with the following: 11 12 "(230 ILCS 10/2) (from Ch. 120, par. 2402) Sec. 2. Legislative Intent. 13 14 (a) This Act is intended to benefit the people of the State of Illinois by assisting economic development, and promoting 15 Illinois tourism and agriculture, assisting conservation and 16 forestry programs, funding programs that assist the people of 17 18 the State of Illinois during difficult economic conditions, and 19 by increasing the amount of revenues available to the State to assist and support education, and by supporting programs that 20

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## enhance the beauty of the State and its parks, rivers, forest preserves, and botanic gardens.

(b) While authorization of riverboat and casino gambling 3 will enhance investment, <u>beautification</u>, development 4 and 5 tourism in Illinois, it is recognized that it will do so 6 successfully only if public confidence and trust in the credibility and integrity of the gambling operations and the 7 regulatory process is maintained. Therefore, regulatory 8 9 provisions of this Act are designed to strictly regulate the 10 facilities, persons, associations and practices related to 11 gambling operations pursuant to the police powers of the State, including comprehensive law enforcement supervision. 12

13 (c) The Illinois Gaming Board established under this Act 14 should, as soon as possible, inform each applicant for an 15 owners license of the Board's intent to grant or deny a 16 license.

17 (Source: P.A. 93-28, eff. 6-20-03.)"; and

18 on page 280, line 11, after "<u>locations</u>", by inserting "<u>and</u> 19 <u>those obtained by owners licensees conducting gaming</u> 20 <u>operations on the effective date of this amendatory Act of the</u> 21 <u>97th General Assembly</u>"; and

22 on page 299, line 20, after the period, by inserting "<u>Nothing</u> 23 <u>in this paragraph shall prevent an owners licensee from</u> 24 immediately having up to 1,600 gaming positions in operation on 09700SB1849ham003 -9- LRB097 07133 AMC 59764 a

1	the effective date of this amendatory Act of the 97th General					
2	Assembly upon receipt of the required payment for the gaming					
3	positions."; and					
4	on page 300, line 5, after " <u>paid.</u> ", by inserting " <u>The Board</u>					
5	may, after holding a public hearing, grant extensions so long					
6	as a licensed owner is working in good faith to make the					
7	positions operational. The extension may be for a period of 6					
8	months. If, after the period of the extension, a licensed owner					
9	has not made the positions operational, then another public					
10	hearing must be held by the Board before it may grant another					
11	<pre>extension."; and</pre>					
12	on page 301, immediately below line 1, by inserting the					
13	following:					
14	"Unreserved gaming positions retained from and allocated					
15	to owners licensees by the Board pursuant to this subsection					
16	(h-10) shall not be allocated to electronic gaming licensees					
17	pursuant to subsection (e) of Section 7.6 of this Act."; and					
18	on page 308, line 17, after " <u>year</u> ", by inserting " <u>or for a</u>					
19	licensee that is only authorized 350 gaming positions pursuant					
20	to subsection (d) of Section 7.6 of this Act, 96 live races per					
21	year until such time as the total number of gaming positions is					
22	increased to 900"; and					

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1 on page 309, line 8, by replacing "<u>license</u>" with "<u>licensee</u>"; 2 and

3 on page 309, line 22, after "<u>County</u>", by inserting "<u>whose</u> 4 <u>electronic gaming license originates with an organization</u> 5 licensee"; and

on page 309, line 24, after "<u>County</u>", by inserting "<u>whose</u>
<u>electronic gaming license originates with an organization</u>
licensee"; and

9 on page 309, line 26, after "<u>licensee</u>", by inserting "<u>whose</u> 10 <u>electronic gaming license originates with an organization</u> 11 <u>licensee</u>"; and

12 on page 310, line 3, by replacing "<u>license conducted 25</u>" with 13 "<u>licensee conducted 96</u>"; and

14 on page 310, by replacing lines 5 through 20 with the 15 following:

16 "(e) Each applicant for an electronic gaming license shall 17 specify in its application for licensure the number of gaming 18 positions it will operate, up to the applicable limitation set 19 forth in subsection (d) of this Section. Any unreserved gaming 20 positions that are not specified shall be forfeited and 21 retained by the Board. For the purposes of this subsection (e),

1	an electronic gaming licensee that did not conduct live racing
2	in 2010 may reserve up to 900 positions and shall not be
3	penalized under this Section for not operating those positions
4	until it meets the requirements of subsection (d) of this
5	Section, but such licensee shall not request unreserved gaming
6	positions under this subsection (e) until its 900 positions are
7	all operational.
8	Thereafter, the Board shall offer any unreserved gaming
9	positions in equal amounts to electronic gaming licensees, or
10	applicants therefor, that have purchased all of the positions
11	that were offered. This process shall continue until all
12	unreserved gaming positions have been purchased. All positions
13	obtained pursuant to this process and all positions the
14	electronic gaming licensee specified it would operate in its
15	application must be in operation within 18 months after they
16	were obtained or the electronic gaming licensee forfeits the
17	right to operate those positions, but is not entitled to a
18	refund of any fees paid. The Board may, after holding a public
19	hearing, grant extensions so long as the electronic gaming
20	licensee is working in good faith to make the positions
21	operational. The extension may be for a period of 6 months. If,
22	after the period of the extension, the electronic gaming
23	licensee has not made the positions operational, then another
24	public hearing must be held by the Board before it may grant
25	another extension.
26	Unreserved gaming positions retained from and allocated to

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1	electronic gaming licensees by the Board pursuant to this				
2	subsection (e) shall not be allocated to owners licensees				
3	pursuant to subsection (h-10) of Section 7 of this Act.				
4	For the purpose of this subsection (e), the unreserved				
5	gaming positions for each electronic gaming licensee shall be				
6	the applicable limitation set forth in subsection (d) of this				
7	Section, less the number of reserved gaming positions by such				
8	electronic gaming licensee, and the total unreserved gaming				
9	positions shall be the aggregate of the unreserved gaming				
10	positions for all electronic gaming licensees."; and				
11	on page 341, lines 4 and 5, by replacing " <u>on December 31, 2103</u> "				
12	with "upon the imposition of the privilege tax under subsection				
13	(a-5) of this Section"; and				
14	on page 341, line 26, by replacing " <u>January 1, 2014</u> " with " <u>the</u>				
15	date when at least 500 additional gaming positions authorized				
16	by this amendatory Act of the 97th General Assembly are being				
17	used to conduct gambling operations"; and				
18	on page 342, immediately below line 25, by inserting the				
19	following:				
20	"For the imposition of the privilege tax in this subsection				
21	(a-4), amounts paid pursuant to item (1) of subsection (b) of				
22	Section 56 of the Illinois Horse Racing Act of 1975 shall not				
	· · · · · · · · · · · · · · · · · · ·				

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1 and

## 2 on page 344, line 16, by replacing "<u>subsection</u>" with 3 "<u>subsections (a-4) and</u>"; and

- 4 on page 344, line 26, by replacing "<u>subsection</u>" with 5 "subsections (a-4) and"; and
- 6 on page 352, line 20, by replacing "<u>\$5,000,000</u>" with
  7 "<u>\$6,000,000</u>"; and

8 on page 353, line 4, after "<u>\$100,000</u>" by inserting "<u>, except</u> 9 <u>for an annual grant of \$1,000,000 that shall be made to the</u> 10 <u>Illinois Standardbred Breeders Fund and used for Illinois-bred</u> 11 <u>harness racing purses and the Illinois State Fair race track.</u>"; 12 and

- 13 on page 354, line 3, by replacing "<u>\$10,000,000</u>" with 14 "<u>\$12,500,000</u>"; and
- 15 on page 354, line 5, by replacing "<u>\$1,000,000</u>" with 16 "\$1,500,000"; and
- 17 on page 354, line 7, by replacing "<u>\$2,500,000</u>" with 18 "<u>\$3,000,000</u>"; and

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1 on page 354, line 10, by replacing "<u>\$2,500,000</u>" with 2 "\$3,000,000"; and

3 on page 354, line 12, by replacing "<u>\$4,000,000</u>" with
4 "\$5,000,000"; and

5 on page 354, line 14, by replacing "\$1,000,000" with 6 "\$6,000,000"; and

7 on page 365, immediately below line 19, by inserting the 8 following:

9 "Section 90-42. The Video Gaming Act is amended by changing
10 Section 78 as follows:

11 (230 ILCS 40/78)

12 Sec. 78. Authority of the Illinois Gaming Board.

(a) The Board shall have jurisdiction over and shall supervise all gaming operations governed by this Act. The Board shall have all powers necessary and proper to fully and effectively execute the provisions of this Act, including, but not limited to, the following:

18 (1) To investigate applicants and determine the 19 eligibility of applicants for licenses and to select among 20 competing applicants the applicants which best serve the 21 interests of the citizens of Illinois. 1 (2) To have jurisdiction and supervision over all video 2 gaming operations in this State and all persons in 3 establishments where video gaming operations are 4 conducted.

5 (3) To adopt rules for the purpose of administering the provisions of this Act and to prescribe rules, regulations, 6 and conditions under which all video gaming in the State 7 8 shall be conducted. Such rules and regulations are to provide for the prevention of practices detrimental to the 9 10 public interest and for the best interests of video gaming, 11 including rules and regulations regarding the inspection of such establishments and the review of any permits or 12 13 licenses necessary to operate an establishment under any 14 laws or regulations applicable to establishments and to 15 impose penalties for violations of this Act and its rules.

(b) The Board shall adopt emergency rules to administer this Act in accordance with Section 5-45 of the Illinois Administrative Procedure Act. For the purposes of the Illinois Administrative Procedure Act, the General Assembly finds that the adoption of rules to implement this Act is deemed an emergency and necessary to the public interest, safety, and welfare.

23 <u>(c) Within 120 days after the effective date of this</u> 24 <u>amendatory Act of the 97th General Assembly, the Board shall</u> 25 <u>select and execute a contract with a vendor for the central</u> 26 <u>communications system and make applications for licensed</u> 09700SB1849ham003 -16- LRB097 07133 AMC 59764 a

1	establishments,	licensed	fraternal	establishm	ments, l	<u>icensed</u>
2	veterans esta	ablishments	, and	licensed	truck	stop
3	establishments	available	for poten	tial applica	ants. The	e Board
4	shall make ever	y reasonabl	e effort	to ensure th	at video	gaming
5	operations are	being condu	ucted in t	this State b	y no lat	<u>er than</u>
6	January 1, 2013	<u>-</u>				
7	(Source: P.A. 96	5-38, eff. <sup>-</sup>	7-13-09; 9	6-1410, eff.	7-30-10	.)".