1 AN ACT concerning gaming.

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

Section 5. The Video Gaming Act is amended by changing
Section 35 as follows:

6 (230 ILCS 40/35)

7 Sec. 35. Display of license; confiscation; violation as8 felony.

9 (a) Each video gaming terminal shall be licensed by the Board before placement or operation on the premises of a 10 licensed establishment, licensed truck stop establishment, 11 12 licensed fraternal establishment, or licensed veterans 13 establishment. The license of each video gaming terminal shall 14 be maintained at the location where the video gaming terminal is operated. Failure to do so is a petty offense with a fine 15 16 not to exceed \$100. Any licensed establishment, licensed truck 17 stop establishment, licensed fraternal establishment, or licensed veterans establishment used for the conduct of 18 19 gambling games in violation of this Act shall be considered a gambling place in violation of Section 28-3 of the Criminal 20 21 Code of 2012. Every gambling device found in a licensed 22 establishment, licensed truck stop establishment, licensed fraternal establishment, or licensed veterans establishment 23

SB3478 Engrossed - 2 - LRB098 17265 AMC 52359 b

operating gambling games in violation of this Act shall be 1 2 subject to seizure, confiscation, and destruction as provided in Section 28-5 of the Criminal Code of 2012. Any license 3 issued under the Liquor Control Act of 1934 to any owner or 4 5 operator of a licensed establishment, licensed truck stop establishment, licensed fraternal establishment, or licensed 6 veterans establishment that operates or permits the operation 7 of a video gaming terminal within its establishment 8 in 9 violation of this Act shall be immediately revoked. No person 10 may own, operate, have in his or her possession or custody or 11 under his or her control, or permit to be kept in any place 12 under his or her possession or control, any device that awards 13 credits and contains a circuit, meter, or switch capable of removing and recording the removal of credits when the award of 14 15 credits is dependent upon chance.

Nothing in this Section shall be deemed to prohibit the use of a game device only if the game device is used in an activity that is not gambling under subsection (b) of Section 28 1 of the Criminal Code of 2012.

A violation of this Section is a Class 4 felony. All devices that are owned, operated, or possessed in violation of this Section are hereby declared to be public nuisances and shall be subject to seizure, confiscation, and destruction as provided in Section 28-5 of the Criminal Code of 2012.

The provisions of this Section do not apply to devices or electronic video game terminals licensed pursuant to this Act. SB3478 Engrossed - 3 - LRB098 17265 AMC 52359 b

1 A video gaming terminal operated for amusement only and bearing 2 a valid amusement tax sticker shall not be subject to this 3 Section until 30 days after the Board establishes that the 4 central communications system is functional.

5 (b) (1) The odds of winning each video game shall be posted 6 on or near each video gaming terminal. The manner in which the 7 odds are calculated and how they are posted shall be determined 8 by the Board by rule.

9 (2) No video gaming terminal licensed under this Act may be 10 played except during the legal hours of operation allowed for 11 the consumption of alcoholic beverages at the licensed 12 establishment, licensed fraternal establishment, or licensed 13 veterans establishment. A licensed establishment, licensed fraternal establishment, or licensed veterans establishment 14 15 that violates this subsection is subject to termination of its 16 license by the Board.

17 (Source: P.A. 97-1150, eff. 1-25-13; 98-111, eff. 1-1-14.)

Section 10. The Criminal Code of 2012 is amended by changing Sections 28-1 and 28-2 as follows:

20 (720 ILCS 5/28-1) (from Ch. 38, par. 28-1)

21 Sec. 28-1. Gambling.

22 (a) A person commits gambling when he or she:

(1) knowingly plays a game of chance or skill for money
or other thing of value, unless excepted in subsection (b)

SB3478 Engrossed

1 of this Section;

5

6

7

2 (2) knowingly makes a wager upon the result of any 3 game, contest, or any political nomination, appointment or 4 election;

(3) knowingly operates, keeps, owns, uses, purchases, exhibits, rents, sells, bargains for the sale or lease of, manufactures or distributes any gambling device;

8 (4) contracts to have or give himself or herself or 9 another the option to buy or sell, or contracts to buy or 10 sell, at a future time, any grain or other commodity 11 whatsoever, or any stock or security of any company, where 12 it is at the time of making such contract intended by both 13 parties thereto that the contract to buy or sell, or the 14 option, whenever exercised, or the contract resulting 15 therefrom, shall be settled, not by the receipt or delivery 16 of such property, but by the payment only of differences in 17 prices thereof; however, the issuance, purchase, sale, 18 exercise, endorsement or guarantee, by or through a person 19 registered with the Secretary of State pursuant to Section 20 8 of the Illinois Securities Law of 1953, or by or through 21 a person exempt from such registration under said Section 22 8, of a put, call, or other option to buy or sell 23 securities which have been registered with the Secretary of 24 State or which are exempt from such registration under 25 Section 3 of the Illinois Securities Law of 1953 is not 26 gambling within the meaning of this paragraph (4);

SB3478 Engrossed

1 (5) knowingly owns or possesses any book, instrument or 2 apparatus by means of which bets or wagers have been, or 3 are, recorded or registered, or knowingly possesses any 4 money which he has received in the course of a bet or 5 wager;

6 (6) knowingly sells pools upon the result of any game 7 or contest of skill or chance, political nomination, 8 appointment or election;

9 (7) knowingly sets up or promotes any lottery or sells, 10 offers to sell or transfers any ticket or share for any 11 lottery;

12 (8) knowingly sets up or promotes any policy game or 13 sells, offers to sell or knowingly possesses or transfers 14 any policy ticket, slip, record, document or other similar 15 device;

(9) knowingly drafts, prints or publishes any lottery
ticket or share, or any policy ticket, slip, record,
document or similar device, except for such activity
related to lotteries, bingo games and raffles authorized by
and conducted in accordance with the laws of Illinois or
any other state or foreign government;

(10) knowingly advertises any lottery or policy game,
except for such activity related to lotteries, bingo games
and raffles authorized by and conducted in accordance with
the laws of Illinois or any other state;

26

(11) knowingly transmits information as to wagers,

SB3478 Engrossed - 6 - LRB098 17265 AMC 52359 b

betting odds, or changes in betting odds by telephone, telegraph, radio, semaphore or similar means; or knowingly installs or maintains equipment for the transmission or receipt of such information; except that nothing in this subdivision (11) prohibits transmission or receipt of such information for use in news reporting of sporting events or contests; or

8 (12) knowingly establishes, maintains, or operates an 9 Internet site that permits a person to play a game of 10 chance or skill for money or other thing of value by means 11 of the Internet or to make a wager upon the result of any 12 contest, political nomination, appointment, game, or election by means of the Internet. This item (12) does not 13 14 apply to activities referenced in items (6) and (6.1) of 15 subsection (b) of this Section.

16 (b) Participants in any of the following activities shall 17 not be convicted of gambling:

18 (1) Agreements to compensate for loss caused by the 19 happening of chance including without limitation contracts 20 of indemnity or guaranty and life or health or accident 21 insurance.

(2) Offers of prizes, award or compensation to the
 actual contestants in any bona fide contest for the
 determination of skill, speed, strength or endurance or to
 the owners of animals or vehicles entered in such contest.

26

(3) Pari-mutuel betting as authorized by the law of

SB3478 Engrossed

1 this State.

2 (4) Manufacture of gambling devices, including the 3 acquisition of essential parts therefor and the assembly thereof, for transportation in interstate or foreign 4 5 commerce to any place outside this State when such 6 transportation is not prohibited by any applicable Federal 7 law; or the manufacture, distribution, or possession of 8 video gaming terminals, as defined in the Video Gaming Act, 9 by manufacturers, distributors, and terminal operators 10 licensed to do so under the Video Gaming Act.

(5) The game commonly known as "bingo", when conducted
 in accordance with the Bingo License and Tax Act.

13 (6) Lotteries when conducted by the State of Illinois
14 in accordance with the Illinois Lottery Law. This exemption
15 includes any activity conducted by the Department of
16 Revenue to sell lottery tickets pursuant to the provisions
17 of the Illinois Lottery Law and its rules.

18 (6.1) The purchase of lottery tickets through the
19 Internet for a lottery conducted by the State of Illinois
20 under the program established in Section 7.12 of the
21 Illinois Lottery Law.

(7) Possession of an antique slot machine that is
neither used nor intended to be used in the operation or
promotion of any unlawful gambling activity or enterprise.
For the purpose of this subparagraph (b)(7), an antique
slot machine is one manufactured 25 years ago or earlier.

## SB3478 Engrossed - 8 - LRB098 17265 AMC 52359 b

(8) Raffles when conducted in accordance with the 1 2 Raffles Act.

3 (9) Charitable games when conducted in accordance with the Charitable Games Act. 4

5 (10) Pull tabs and jar games when conducted under the Illinois Pull Tabs and Jar Games Act. 6

7 (11) Gambling games conducted on riverboats when 8 authorized by the Riverboat Gambling Act.

9 (12) Video gaming terminal games at a licensed 10 establishment, licensed truck stop establishment, licensed 11 fraternal establishment, licensed veterans or 12 establishment when conducted in accordance with the Video 13 Gaming Act.

(13) Games of skill or chance where money or other 14 15 things of value can be won but no payment or purchase is 16 required to participate, except where participation in 17 such game of skill or chance is accomplished using a gambling device prohibited by Section 28-2(a)(iii). 18

(c) Sentence.

19

(1) Gambling is a Class A misdemeanor. A second or 20 subsequent conviction under subsections (a) (3) through 21 22 (a) (12), is a Class 4 felony.

23 (2) Notwithstanding subsection (c)(1), or anything 24 else contained in this Section to the contrary, a gambling 25 offense involving a device described in Section 26 28-2(a)(iii) is a Class 4 felony.

SB3478 Engrossed - 9 - LRB098 17265 AMC 52359 b

1

(d) Circumstantial evidence.

2 In prosecutions under this Section circumstantial evidence 3 shall have the same validity and weight as in any criminal 4 prosecution.

5 (Source: P.A. 96-34, eff. 7-13-09; 96-37, eff. 7-13-09;
6 96-1203, eff. 7-22-10; 97-1108, eff. 1-1-13.)

- 7 (720 ILCS 5/28-2) (from Ch. 38, par. 28-2)
- 8

Sec. 28-2. Definitions.

9 (a) A "gambling device" is: (i) any clock, tape machine, 10 slot machine or other machines or device for the reception of 11 money or other thing of value on chance or skill or upon the 12 action of which money or other thing of value is staked, 13 hazarded, bet, won or lost; (ii) <del>or</del> any mechanism, furniture, 14 fixture, equipment or other device designed primarily for use 15 in a gambling place; or (iii) any vending or other electronic 16 machine or device, including without limitation a machine or device that awards credits and contains a circuit, meter, or 17 18 switch capable of removing and recording the removal of credits that offers a person entry into any contest, competition, 19 sweepstakes, scheme, plan, or other selection process that 20 21 involves or is dependent upon an element of chance for which 22 the person may receive a gift, award, or other item or service 23 of value if that offer is incidental to or results from: (A) 24 the purchase of an item or service of value; or (B) the 25 purchase or gratuitous receipt of a coupon, voucher,

SB3478 Engrossed - 10 - LRB098 17265 AMC 52359 b

1 certificate, or other similar credit that can be redeemed for 2 or applied towards an item or service of value from such 3 machine or device or elsewhere. A "gambling device" does not 4 include:

5 (1) A coin-in-the-slot operated mechanical device 6 played for amusement which rewards the player with the 7 right to replay such mechanical device, which device is so 8 constructed or devised as to make such result of the 9 operation thereof depend in part upon the skill of the 10 player and which returns to the player thereof no money, 11 property or right to receive money or property.

12 (2) Except as otherwise provided in this subsection
13 (a), a vending machine Vending machines by which full and
14 adequate return is made for the money invested and in which
15 there is no element of chance or hazard.

(3) A crane game. For the purposes of this paragraph
(3), a "crane game" is an amusement device involving skill,
if it rewards the player exclusively with merchandise
contained within the amusement device proper and limited to
toys, novelties and prizes other than currency, each having
a wholesale value which is not more than \$25.

(4) A redemption machine. For the purposes of this
paragraph (4), a "redemption machine" is a single-player or
multi-player amusement device involving a game, the object
of which is throwing, rolling, bowling, shooting, placing,
or propelling a ball or other object that is either

SB3478 Engrossed - 11 - LRB098 17265 AMC 52359 b

physical or computer generated on a display or with lights 1 2 into, upon, or against a hole or other target that is 3 either physical or computer generated on a display or with stopping, by physical, mechanical, 4 lights, or or 5 electronic means, a moving object that is either physical 6 or computer generated on a display or with lights into, 7 upon, or against a hole or other target that is either 8 physical or computer generated on a display or with lights, 9 provided that all of the following conditions are met:

10 (A) The outcome of the game is predominantly11 determined by the skill of the player.

(B) The award of the prize is based solely upon the
player's achieving the object of the game or otherwise
upon the player's score.

15

(C) Only merchandise prizes are awarded.

16 (D) The wholesale value of prizes awarded in lieu
17 of tickets or tokens for single play of the device does
18 not exceed \$25.

(E) The redemption value of tickets, tokens, and
other representations of value, which may be
accumulated by players to redeem prizes of greater
value, for a single play of the device does not exceed
\$25.

24 (5) Video gaming terminals at licensed а 25 establishment, licensed truck stop establishment, licensed 26 fraternal establishment, or licensed veterans SB3478 Engrossed - 12 - LRB098 17265 AMC 52359 b

establishment licensed in accordance with the Video Gaming
 Act.

(a-5) "Internet" means an interactive computer service or 3 system or an information service, system, or access software 4 5 provider that provides or enables computer access by multiple users to a computer server, and includes, but is not limited 6 to, an information service, system, or access software provider 7 8 that provides access to a network system commonly known as the 9 Internet, or any comparable system or service and also 10 includes, but is not limited to, a World Wide Web page, 11 newsgroup, message board, mailing list, or chat area on any 12 interactive computer service or system or other online service.

13 (a-6) "Access" and "computer" have the meanings ascribed to 14 them in Section 16D-2 of this Code.

(b) A "lottery" is any scheme or procedure whereby one or more prizes are distributed by chance among persons who have paid or promised consideration for a chance to win such prizes, whether such scheme or procedure is called a lottery, raffle, gift, sale or some other name.

(c) A "policy game" is any scheme or procedure whereby a person promises or guarantees by any instrument, bill, certificate, writing, token or other device that any particular number, character, ticket or certificate shall in the event of any contingency in the nature of a lottery entitle the purchaser or holder to receive money, property or evidence of debt. SB3478 Engrossed - 13 - LRB098 17265 AMC 52359 b

1	(d) It is the intent of Section 28-2(a)(iii) to prohibit
2	any mechanism that seeks to avoid being considered a gambling
3	device through the use of any subterfuge or pretense
4	whatsoever.
5	(Source: P.A. 97-1126, eff. 1-1-13; 98-31, eff. 6-24-13.)