



Sen. John J. Cullerton

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LRB100 04954 MJP 27222 a

1 AMENDMENT TO SENATE BILL 208

2 AMENDMENT NO. _____. Amend Senate Bill 208, AS AMENDED,
3 with reference to page and line numbers of Senate Amendment No.
4 1, by replacing line 24 on page 37 through line 19 on page 38
5 with the following:

6 "Eligibility for application for an Internet gaming license
7 shall be limited to any person or entity that holds a valid and
8 unrevoked: (1) owners license issued pursuant to the Riverboat
9 Gambling Act, or any affiliate thereof as defined by the Board
10 in its administrative rules implementing such Act, or any
11 person or entity who as of January 1, 2017 was designated by
12 the Illinois Gaming Board as a key person of an owners licensee
13 or is controlled by one or more key persons of an owners
14 licensee; (2) organization license issued pursuant to the
15 Illinois Horse Racing Act of 1975, but only if the organization
16 licensee conducted live racing in calendar year 2016, except
17 that 2 additional internet gaming licenses may be issued to
18 entities awarded organization licenses after 2016 that

1 exclusively conduct standardbred racing; or (3) advance
2 deposit wagering license issued pursuant to the Illinois Horse
3 Racing Act of 1975, but only if the advance deposit wagering
4 licensee conducted advance deposit wagering in Illinois and
5 handled in excess of \$1,000,000 in calendar year 2016."; and

6 on page 40, immediately below line 9, by inserting the
7 following:

8 "Section 5-26. Initial license and renewal requirements
9 for Internet gaming licenses obtained by an organization
10 licensee.

11 (a) No internet gaming license may be awarded to or renewed
12 for any entity that is eligible for an Internet gaming license
13 because of an organization license awarded by the Illinois
14 Racing Board, unless they meet the following criteria:

15 (1) The entity must hold a valid organization license
16 awarded by the Illinois Racing Board for the term of the
17 license.

18 (2) The entity must hold an inter-track wagering
19 license awarded by the Illinois Racing Board for the term
20 of the license.

21 (3) The entity, for the term of the license, must have
22 a signed contract with the horsemen association
23 representing the largest number of owners, trainers,
24 jockeys, or standardbred drivers who race horses at that

1 organization licensee's racing meeting and that stipulates
2 the number of races to be conducted at the racing meeting
3 and that contains penalties for failure to conduct those
4 races.

5 (4) The entity, for the term of the license, may not
6 receive any money otherwise payable as purses under
7 paragraph (13) of subsection (g) of Section 26 of the
8 Illinois Horse Racing Act of 1975.

9 (5) The entity must deposit its gross gaming revenue
10 into the Horse Racing Internet Purse Fund on a monthly
11 basis according to the following schedule:

12 (A) 25% of gross gaming revenue up to and including
13 \$999,999;

14 (B) 30% of gross gaming revenue greater than
15 \$999,999 but not more than \$1,500,000; and

16 (C) 33% of gross gaming revenue in excess of
17 \$1,500,000.

18 (6) The entity may not receive any proceeds from gross
19 gaming revenue during any period that gross gaming revenues
20 are not being deposited into the Horse Racing Internet
21 Purse Fund.

22 (b) The Illinois Gaming Board shall study the viability and
23 benefit of providing an Internet gaming license to the horsemen
24 association representing the largest number of owners,
25 training jockeys, or standardbred drivers who race horses at an
26 organization licensee's racing meetings, and shall prepare a

1 report for the Illinois General Assembly and the Governor no
2 later than 12 months after the effective date of this Act.

3 Section 5-27. Initial license and renewal requirements for
4 Internet gaming licenses obtained by an advance deposit
5 wagering licensee.

6 (a) No Internet gaming license may be awarded to or renewed
7 for any entity that is eligible for an Internet gaming license
8 because of an advance deposit wagering license awarded by the
9 Illinois Racing Board, unless it meets the following criteria:

10 (1) The entity must hold a valid advance deposit
11 wagering license awarded by the Illinois Racing Board for
12 the term of the Internet gaming license.

13 (2) The entity must deposit its gross gaming revenue
14 into the Horse Racing Internet Purse Fund on a monthly
15 basis according to the following schedule:

16 (A) 25% of gross gaming revenue up to and including
17 \$999,999;

18 (B) 30% of gross gaming revenue greater than
19 \$999,999 but not more than \$1,500,000; and

20 (C) 33% of gross gaming revenue in excess of
21 \$1,500,000.

22 (3) The entity may not receive any proceeds from gross
23 gaming revenue during any period that gross gaming revenues
24 are not being deposited into the Horse Racing Internet
25 Purse Fund."; and

1 on page 57, immediately below line 18, by inserting the
2 following:

3 "Section 5-57. Horse Racing Internet Purse Fund.

4 (a) There is created in the State treasury a
5 non-appropriated trust fund held separately from State moneys
6 to be known as the Horse Racing Internet Purse Fund. The Fund
7 shall consist of moneys paid into it under Sections 5-26 and
8 5-27 of this Act. The Fund shall be administered by the
9 Illinois Racing Board, and is not subject to administrative
10 charges or chargebacks, including, but not limited to, those
11 authorized under Section 8h of the State Finance Act.

12 (b) The moneys deposited into the Fund shall be distributed
13 monthly as purses by the Illinois Racing Board as follows:

14 (1) 31% of the moneys in the Fund to organization
15 licensees conducting standardbred racing, distributed pro
16 rata based on racing days awarded by the Illinois Racing
17 Board.

18 (2) 69% of the moneys in the Fund to organization
19 licensees conducting thoroughbred racing, distributed pro
20 rata based on racing days awarded by the Illinois Racing
21 Board.

22 (c) The gross gaming revenue deposited into this Fund is
23 not tax proceeds nor property of the State."; and

1 on page 58, line 11, by replacing "Section 5.878" with
2 "Sections 5.878 and 5.879"; and

3 on page 58, immediately below line 14, by inserting the
4 following:

5 "(30 ILCS 105/5.879 new)

6 Sec. 5.879. The Horse Racing Internet Purse Fund.".