

Rep. Robert Rita

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Filed: 5/30/2021

10200SB0521ham001

LRB102 16339 SMS 27381 a

1 AMENDMENT TO SENATE BILL 521 2 AMENDMENT NO. . Amend Senate Bill 521 by replacing everything after the enacting clause with the following: 3 "Section 5. The Illinois Lottery Law is amended by 4 5 changing Section 20 as follows: 6 (20 ILCS 1605/20) (from Ch. 120, par. 1170) 7 Sec. 20. State Lottery Fund. 8 (a) There is created in the State Treasury a special fund

to be known as the State Lottery Fund. Such fund shall consist of all revenues received from (1) the sale of lottery tickets or shares, (net of commissions, fees representing those expenses that are directly proportionate to the sale of tickets or shares at the agent location, and prizes of less than \$600 which have been validly paid at the agent level), (2) application fees, and (3) all other sources including moneys credited or transferred thereto from any other fund or source

- 1 pursuant to law. Interest earnings of the State Lottery Fund
- 2 shall be credited to the Common School Fund.
- 3 (b) The receipt and distribution of moneys under Section
- 4 21.5 of this Act shall be in accordance with Section 21.5.
- 5 (c) The receipt and distribution of moneys under Section
- 6 21.6 of this Act shall be in accordance with Section 21.6.
- 7 (d) The receipt and distribution of moneys under Section
- 8 21.7 of this Act shall be in accordance with Section 21.7.
- 9 (e) The receipt and distribution of moneys under Section
- 10 21.8 of this Act shall be in accordance with Section 21.8.
- 11 (f) The receipt and distribution of moneys under Section
- 12 21.9 of this Act shall be in accordance with Section 21.9.
- 13 (g) The receipt and distribution of moneys under Section
- 14 21.10 of this Act shall be in accordance with Section 21.10.
- 15 (h) The receipt and distribution of moneys under Section
- 16 21.11 of this Act shall be in accordance with Section 21.11.
- 17 (i) The receipt and distribution of moneys under Section
- 18 21.12 of this Act shall be in accordance with Section 21.12.
- 19 (j) The receipt and distribution of moneys under Section
- 20 21.13 of this Act shall be in accordance with Section 21.13.
- 21 (k) The receipt and distribution of moneys under Section
- 22 25-70 of the Sports Wagering Act shall be in accordance with
- 23 Section 25-70 of the Sports Wagering Act.
- 24 (Source: P.A. 100-647, eff. 7-30-18; 100-1068, eff. 8-24-18;
- 25 101-81, eff. 7-12-19; 101-561, eff. 8-23-19.)

- 1 Section 10. The State Finance Act is amended by changing
- 2 Section 6z-77 as follows:
- 3 (30 ILCS 105/6z-77)
- 4 Sec. 6z-77. The Capital Projects Fund. The Capital
- 5 Projects Fund is created as a special fund in the State
- 6 Treasury. The State Comptroller and State Treasurer shall
- 7 transfer from the Capital Projects Fund to the General Revenue
- 8 Fund \$61,294,550 on October 1, 2009, \$122,589,100 on January
- 9 1, 2010, and \$61,294,550 on April 1, 2010. Beginning on July 1,
- 10 2010, and on July 1 and January 1 of each year thereafter, the
- 11 State Comptroller and State Treasurer shall transfer the sum
- of \$122,589,100 from the Capital Projects Fund to the General
- Revenue Fund. In Fiscal Year 2022 only, the State Comptroller
- and State Treasurer shall transfer up to \$40,000,000 of sports
- 15 wagering revenues from the Capital Projects Fund to the
- Rebuild Illinois Projects Fund in one or more transfers as
- 17 <u>directed by the Governor.</u> Subject to appropriation, the
- 18 Capital Projects Fund may be used only for capital projects
- 19 and the payment of debt service on bonds issued for capital
- 20 projects. All interest earned on moneys in the Fund shall be
- 21 deposited into the Fund. The Fund shall not be subject to
- 22 administrative charges or chargebacks, such as but not limited
- to those authorized under Section 8h.
- 24 (Source: P.A. 96-34, eff. 7-13-09.)

Section 15. The Illinois Horse Racing Act of 1975 is amended by changing Sections 19.5, 21, and 31 as follows:

3 (230 ILCS 5/19.5)

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19.5. Standardbred racetrack in Cook County. Notwithstanding anything in this Act to the contrary, in addition to organization licenses issued by the Board on the effective date of this amendatory Act of the 101st General Assembly, the Board shall issue an organization license limited to standardbred racing to a racetrack located in one of the following townships of Cook County: Bloom, Bremen, Calumet, Orland, Rich, Thornton, or Worth. This additional organization license shall not be issued within a 35-mile radius of another organization license issued by the Board on the effective date of this amendatory Act of the 101st General Assembly, unless the person having operating control of such racetrack has given written consent to the organization licensee applicant, which consent must be filed with the Board at or prior to the time application is made. The organization license application shall be submitted to the Board and the Board may grant the organization license at any meeting of the Board. The Board shall examine the application within 21 days after receipt of the application with respect to its conformity with this Act and the rules adopted by the Board. If the application does not comply with this Act or the rules adopted by the Board, the application may be rejected and an

1 organization license refused to the applicant, or the Board may, within 21 days after receipt of the application, advise 2 the applicant of the deficiencies of the application under the 3 4 Act or the rules of the Board and require the submittal of an 5 amended application within a reasonable time determined by the Board; upon submittal of the amended application by the 6 applicant, the Board may consider the application consistent 7 with the process described in subsection (e-5) of Section 20. 8 9 If the application is found to be in compliance with this Act 10 and the rules of the Board, the Board shall then issue an organization license to the applicant. Once the organization 11 license is granted, shall be granted upon application, and the 12 13 licensee shall have all of the current and future rights of existing Illinois racetracks, including, but not limited to, 14 15 the ability to obtain an inter-track wagering license, the 16 ability to obtain inter-track wagering location licenses, the ability to obtain an organization gaming license pursuant to 17 the Illinois Gambling Act with 1,200 gaming positions, and the 18 ability to offer Internet wagering on horse racing. 19 20 (Source: P.A. 101-31, eff. 6-28-19.)

21 (230 ILCS 5/21) (from Ch. 8, par. 37-21)

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Sec. 21. (a) Applications for organization licenses must be filed with the Board at a time and place prescribed by the rules and regulations of the Board. The Board shall examine the applications within 21 days after the date allowed for

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filing with respect to their conformity with this Act and such rules and regulations as may be prescribed by the Board. If any application does not comply with this Act or the rules and regulations prescribed by the Board, such application may be rejected and an organization license refused to the applicant, or the Board may, within 21 days of the receipt of such application, advise the applicant of the deficiencies of the application under the Act or the rules and regulations of the Board, and require the submittal of an amended application within a reasonable time determined by the Board; and upon submittal of the amended application by the applicant, the Board may consider the application consistent with the process described in subsection (e-5) of Section 20 of this Act. If it is found to be in compliance with this Act and the rules and regulations of the Board, the Board may then issue an organization license to such applicant.

(b) The Board may exercise discretion in granting racing dates to qualified applicants different from those requested by the applicants in their applications. However, if all eligible applicants for organization licenses whose tracks are located within 100 miles of each other execute and submit to the Board a written agreement among such applicants as to the award of racing dates, including where applicable racing programs, for up to 3 consecutive years, then subject to annual review of each applicant's compliance with Board rules and regulations, provisions of this Act and conditions

- contained in annual dates orders issued by the Board, the
 Board may grant such dates and programs to such applicants as
 so agreed by them if the Board determines that the grant of
 these racing dates is in the best interests of racing. The
 Board shall treat any such agreement as the agreement
 signatories' joint and several application for racing dates
 during the term of the agreement.
 - (c) Where 2 or more applicants propose to conduct horse race meetings within 35 miles of each other, as certified to the Board under Section 19 (a) (1) of this Act, on conflicting dates, the Board may determine and grant the number of racing days to be awarded to the several applicants in accordance with the provisions of subsection (e-5) of Section 20 of this Act.
- 15 (d) (Blank).

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16 (e) Prior to the issuance of an organization license, the 17 applicant shall file with the Board the bond required in subsection (d) of Section 27 a bond payable to the State of 18 Illinois in the sum of \$200,000, executed by the applicant and 19 20 a surety company or companies authorized to do business in 2.1 State, and conditioned upon the payment by the 22 organization licensee of all taxes due under Section 27, other 23 monies due and payable under this Act, all purses due and 24 payable, and that the organization licensee will upon 25 presentation of the winning ticket or tickets distribute all 26 sums due to the patrons of pari-mutuel pools. Beginning on the

- 1 date when any organization licensee begins conducting gaming
- 2 pursuant to an organization gaming license issued under the
- 3 Illinois Gambling Act, the amount of the bond required under
- 4 this subsection (e) shall be \$500,000.
- 5 (f) Each organization license shall specify the person to
- 6 whom it is issued, the dates upon which horse racing is
- 7 permitted, and the location, place, track, or enclosure where
- 8 the horse race meeting is to be held.
- 9 (g) Any person who owns one or more race tracks within the
- 10 State may seek, in its own name, a separate organization
- 11 license for each race track.
- 12 (h) All racing conducted under such organization license
- is subject to this Act and to the rules and regulations from
- 14 time to time prescribed by the Board, and every such
- organization license issued by the Board shall contain a
- 16 recital to that effect.
- 17 (i) Each such organization licensee may provide that at
- least one race per day may be devoted to the racing of quarter
- 19 horses, appaloosas, arabians, or paints.
- 20 (j) In acting on applications for organization licenses,
- 21 the Board shall give weight to an organization license which
- 22 has implemented a good faith affirmative action effort to
- 23 recruit, train and upgrade minorities in all classifications
- 24 within the organization license.
- 25 (Source: P.A. 101-31, eff. 6-28-19.)

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1 (230 ILCS 5/31) (from Ch. 8, par. 37-31)

Sec. 31. (a) The General Assembly declares that it is the policy of this State to encourage the breeding of standardbred horses in this State and the ownership of such horses by residents of this State in order to provide for: sufficient numbers of high quality standardbred horses to participate in harness racing meetings in this State, and to establish and preserve the agricultural and commercial benefits of such breeding and racing industries to the State of Illinois. It is the intent of the General Assembly to further this policy by the provisions of this Section of this Act.

- (b) Each organization licensee conducting a harness racing meeting pursuant to this Act shall provide for at least two races each race program limited to Illinois conceived and foaled horses. A minimum of 6 races shall be conducted each week limited to Illinois conceived and foaled horses. No horses shall be permitted to start in such races unless duly registered under the rules of the Department of Agriculture.
- (b-5) Organization licensees, not including the Illinois State Fair or the DuQuoin State Fair, shall provide stake races and early closer races for Illinois conceived and foaled horses so that purses distributed for such races shall be no less than 17% of total purses distributed for harness racing in that calendar year in addition to any stakes payments and starting fees contributed by horse owners.
- (b-10) Each organization licensee conducting a harness

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- 1 racing meeting pursuant to this Act shall provide an owner award to be paid from the purse account equal to 12% of the 2 amount earned by Illinois conceived and foaled horses 3 4 finishing in the first 3 positions in races that are not 5 restricted to Illinois conceived and foaled horses. The owner awards shall not be paid on races below the \$10,000 claiming 6 7 class.
 - (c) Conditions of races under subsection (b) shall be commensurate with past performance, quality and class of Illinois conceived and foaled horses available. If, however, sufficient competition cannot be had among horses of that class on any day, the races may, with consent of the Board, be eliminated for that day and substitute races provided.
 - (d) There is hereby created a special fund of the State Treasury to be known as the Illinois Standardbred Breeders Fund. Beginning on June 28, 2019 (the effective date of Public Act 101-31) this amendatory Act of the 101st General Assembly, the Illinois Standardbred Breeders Fund shall become a non-appropriated trust fund held separate and apart from State moneys. Expenditures from this Fund shall no longer be subject to appropriation.

During the calendar year 1981, and each year thereafter, except as provided in subsection (g) of Section 27 of this Act, eight and one-half per cent of all the monies received by the State as privilege taxes on harness racing meetings shall be paid into the Illinois Standardbred Breeders Fund.

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- (e) Notwithstanding any provision of law to the contrary, amounts deposited into the Illinois Standardbred Breeders Fund from revenues generated by gaming pursuant to an organization gaming license issued under the Illinois Gambling Act after June 28, 2019 (the effective date of Public Act 101-31) this amendatory Act of the 101st General Assembly shall be in addition to tax and fee amounts paid under this Section for calendar year 2019 and thereafter. The Illinois Standardbred Breeders Fund shall be administered by the Department of Agriculture with the assistance and advice of the Advisory Board created in subsection (f) of this Section.
- (f) The Illinois Standardbred Breeders Fund Advisory Board 12 is hereby created. The Advisory Board shall consist of the 13 14 Director of the Department of Agriculture, who shall serve as 15 Chairman; the Superintendent of the Illinois State Fair; a 16 member of the Illinois Racing Board, designated by it; a largest association of Illinois representative of the 17 standardbred owners and breeders, recommended by it; a 18 19 representative of a statewide association representing 20 agricultural fairs in Illinois, recommended by it, such representative to be from a fair at which Illinois conceived 2.1 22 and foaled racing is conducted; a representative of the 23 organization licensees conducting harness racing meetings, 24 recommended by them; a representative of the Breeder's 25 Committee of the association representing the largest number of standardbred owners, breeders, trainers, caretakers, and 26

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drivers, recommended by it; and a representative of the association representing the largest number of standardbred owners, breeders, trainers, caretakers, and drivers. recommended by it. Advisory Board members shall serve for 2 years commencing January 1 of each odd numbered year. If representatives of the largest association of Illinois standardbred owners and breeders, a statewide association of agricultural fairs in Illinois, the association representing the largest number of standardbred owners, breeders, trainers, caretakers, and drivers, a member of the Breeder's Committee of the association representing the largest number of standardbred owners, breeders, trainers, caretakers, drivers, and the organization licensees conducting harness racing meetings have not been recommended by January 1 of each odd numbered year, the Director of the Department of Agriculture shall make an appointment for the organization failing to so recommend a member of the Advisory Board. Advisory Board members shall receive no compensation for their services as members but shall be reimbursed for all actual and necessary expenses and disbursements incurred in the execution of their official duties.

(g) Monies expended from the Illinois Standardbred Breeders Fund shall be expended by the Department of Agriculture, with the assistance and advice of the Illinois Standardbred Breeders Fund Advisory Board for the following purposes only:

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- 1. To provide purses for races limited to Illinois 1 conceived and foaled horses at the State Fair and the 3 DuOuoin State Fair.
 - 2. To provide purses for races limited to Illinois conceived and foaled horses at county fairs.
 - 3. To provide purse supplements for races limited to Illinois conceived and foaled horses conducted by associations conducting harness racing meetings.
 - 4. No less than 75% of all monies in the Illinois Standardbred Breeders Fund shall be expended for purses in 1, 2, and 3 as shown above.
 - 5. In the discretion of the Department of Agriculture to provide awards to harness breeders of Illinois conceived and foaled horses which win races conducted by organization licensees conducting harness racing meetings. A breeder is the owner of a mare at the time of conception. No more than 10% of all monies appropriated from the Illinois Standardbred Breeders Fund shall be expended for such harness breeders awards. No more than 25% of the amount expended for harness breeders awards shall be expended for expenses incurred in the administration of such harness breeders awards.
 - 6. To pay for the improvement of racing facilities located at the State Fair and County fairs.
 - 7. To pay the expenses incurred in the administration of the Illinois Standardbred Breeders Fund.

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- 8. To promote the sport of harness racing, including grants up to a maximum of \$7,500 per fair per year for conducting pari-mutuel wagering during the advertised dates of a county fair.
 - 9. To pay up to \$50,000 annually for the Department of Agriculture to conduct drug testing at county fairs racing standardbred horses.
 - (h) The Illinois Standardbred Breeders Fund is not subject to administrative charges or chargebacks, including, but not limited to, those authorized under Section 8h of the State Finance Act.
 - (i) A sum equal to 13% of the first prize money of the gross purse won by an Illinois conceived and foaled horse shall be paid 50% by the organization licensee conducting the horse race meeting to the breeder of such winning horse from the organization licensee's account and 50% from the purse account of the licensee. Such payment shall not reduce any award to the owner of the horse or reduce the taxes payable under this Act. Such payment shall be delivered by the organization licensee at the end of each quarter.
 - (j) The Department of Agriculture shall, by rule, with the assistance and advice of the Illinois Standardbred Breeders Fund Advisory Board:
- 1. Qualify stallions for Illinois Standardbred

 Breeders Fund breeding; such stallion shall be owned by a

 resident of the State of Illinois or by an Illinois

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corporation all of whose shareholders, directors, officers and incorporators are residents of the State of Illinois. Such stallion shall stand for service at and within the State of Illinois at the time of a foal's conception, and such stallion must not stand for service at any place, nor may semen from such stallion be transported, outside the State of Illinois during that calendar year in which the foal is conceived and that the owner of the stallion was for the 12 months prior, a resident of Illinois. However, on and after from January 1, 2018, until January 1, 2022, semen from an Illinois stallion may be transported outside the State of Illinois. The articles of agreement of any partnership, joint venture, limited syndicate, association or corporation and any bylaws and stock certificates must contain provides that the ownership or transfer of interest by any one of the persons a party to the agreement can only be made to a person who qualifies as an Illinois resident.

2. Provide for the registration of Illinois conceived and foaled horses and no such horse shall compete in the races limited to Illinois conceived and foaled horses unless registered with the Department of Agriculture. The Department of Agriculture may prescribe such forms as may be necessary to determine the eligibility of such horses. No person shall knowingly prepare or cause preparation of an application for registration of such foals containing

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false information. A mare (dam) must be in the State at least 30 days prior to foaling or remain in the State at least 30 days at the time of foaling. However, the requirement that a mare (dam) must be in the State at least 30 days before foaling or remain in the State at least 30 days at the time of foaling shall not be in effect from January 1, 2018 until January 1, 2022. Beginning with the 1996 breeding season and for foals of 1997 and thereafter, a foal conceived by transported semen may be eligible for Illinois conceived and foaled registration provided all breeding and foaling requirements are met. The stallion must be qualified for Illinois Standardbred Breeders Fund breeding at the time of conception. and the mare must be inseminated within the State of Illinois. The foal must be dropped in Illinois and properly registered with the Department of Agriculture in accordance with this Act. However, from January 1, 2018 until January 1, 2022, the requirement for a mare to be inseminated within the State of Illinois and the requirement for a foal to be dropped in Illinois are inapplicable.

3. Provide that at least a 5-day racing program shall be conducted at the State Fair each year, unless an alternate racing program is requested by the Illinois Standardbred Breeders Fund Advisory Board, which program shall include at least the following races limited to Illinois conceived and foaled horses: (a) a 2-year-old two

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year old Trot and Pace, and Filly Division of each; (b) a

3-year-old three year old Trot and Pace, and Filly
Division of each; (c) an aged Trot and Pace, and Mare
Division of each.

- 4. Provide for the payment of nominating, sustaining and starting fees for races promoting the sport of harness racing and for the races to be conducted at the State Fair as provided in subsection (j) 3 of this Section provided that the nominating, sustaining and starting payment required from an entrant shall not exceed 2% of the purse of such race. All nominating, sustaining and starting payments shall be held for the benefit of entrants and shall be paid out as part of the respective purses for such races. Nominating, sustaining and starting fees shall be held in trust accounts for the purposes as set forth in this Act and in accordance with Section 205-15 of the Department of Agriculture Law.
- 5. Provide for the registration with the Department of Agriculture of Colt Associations or county fairs desiring to sponsor races at county fairs.
- 6. Provide for the promotion of producing standardbred racehorses by providing a bonus award program for owners of 2-year-old horses that win multiple major stakes races that are limited to Illinois conceived and foaled horses.
- (k) The Department of Agriculture, with the advice and assistance of the Illinois Standardbred Breeders Fund Advisory

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Board, may allocate monies for purse supplements for such races. In determining whether to allocate money and the amount, the Department of Agriculture shall consider factors, including, but not limited to, the amount of appropriated for the Illinois Standardbred Breeders Fund program, the number of races that may occur, organization licensee's purse structure. The organization licensee shall notify the Department of Agriculture of the conditions and minimum purses for races limited to Illinois conceived and foaled horses to be conducted by each organization licensee conducting a harness racing meeting for which purse supplements have been negotiated.

- (1) All races held at county fairs and the State Fair which receive funds from the Illinois Standardbred Breeders Fund shall be conducted in accordance with the rules of the United States Trotting Association unless otherwise modified by the Department of Agriculture.
- (m) At all standardbred race meetings held or conducted under authority of a license granted by the Board, and at all standardbred races held at county fairs which are approved by the Department of Agriculture or at the Illinois or DuQuoin State Fairs, no one shall jog, train, warm up or drive a standardbred horse unless he or she is wearing a protective safety helmet, with the chin strap fastened and in place, which meets the standards and requirements as set forth in the 1984 Standard for Protective Headgear for Use in Harness

- 1 Racing and Other Equestrian Sports published by the Snell
- 2 Memorial Foundation, or any standards and requirements for
- 3 headgear the Illinois Racing Board may approve. Any other
- 4 standards and requirements so approved by the Board shall
- 5 equal or exceed those published by the Snell Memorial
- 6 Foundation. Any equestrian helmet bearing the Snell label
- 7 shall be deemed to have met those standards and requirements.
- 8 (Source: P.A. 100-777, eff. 8-10-18; 101-31, eff. 6-28-19;
- 9 101-157, eff. 7-26-19; revised 9-27-19.)
- 10 Section 20. The Illinois Gambling Act is amended by
- 11 changing Sections 4, 6, 7, 8, and 13 and by adding Sections
- 12 7.16 and 8.1 as follows:
- 13 (230 ILCS 10/4) (from Ch. 120, par. 2404)
- 14 Sec. 4. Definitions. As used in this Act:
- "Board" means the Illinois Gaming Board.
- "Occupational license" means a license issued by the Board
- 17 to a person or entity to perform an occupation which the Board
- 18 has identified as requiring a license to engage in riverboat
- 19 gambling, casino gambling, or gaming pursuant to an
- 20 organization gaming license issued under this Act in Illinois.
- "Gambling game" includes, but is not limited to, baccarat,
- twenty-one, poker, craps, slot machine, video game of chance,
- 23 roulette wheel, klondike table, punchboard, faro layout, keno
- layout, numbers ticket, push card, jar ticket, or pull tab

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1 which is authorized by the Board as a wagering device under this Act. 2

"Riverboat" means a self-propelled excursion boat, a permanently moored barge, or permanently moored barges that are permanently fixed together to operate as one vessel, on which lawful gambling is authorized and licensed as provided in this Act.

"Slot machine" means any mechanical, electrical, or other device, contrivance, or machine that is authorized by the Board as a wagering device under this Act which, upon insertion of a coin, currency, token, or similar object therein, or upon payment of any consideration whatsoever, is available to play or operate, the play or operation of which may deliver or entitle the person playing or operating the machine to receive cash, premiums, merchandise, tokens, or anything of value whatsoever, whether the payoff is made automatically from the machine or in any other manner whatsoever. A slot machine:

- 19 (1) may utilize spinning reels or video displays or 20 both;
- 2.1 (2) may or may not dispense coins, tickets, or tokens 22 to winning patrons;
- 23 (3) may use an electronic credit system for receiving 24 wagers and making payouts; and
- 25 (4) may simulate a table game.
- 26 "Slot machine" does not include table games authorized by

- 1 the Board as a wagering device under this Act.
- "Managers license" means a license issued by the Board to 2
- 3 a person or entity to manage gambling operations conducted by
- 4 the State pursuant to Section 7.3.
- 5 "Dock" means the location where a riverboat moors for the
- of embarking passengers for and disembarking 6
- 7 passengers from the riverboat.
- "Gross receipts" means the total amount of money exchanged 8
- 9 for the purchase of chips, tokens, or electronic cards by
- 10 riverboat patrons.
- 11 "Adjusted gross receipts" means the gross receipts less
- winnings paid to wagerers. 12
- "Cheat" means to alter the selection of criteria which 13
- 14 determine the result of a gambling game or the amount or
- 15 frequency of payment in a gambling game.
- 16 "Gambling operation" means the conduct of gambling games
- authorized under this Act upon a riverboat or in a casino or 17
- authorized under this Act and the Illinois Horse Racing Act of 18
- 19 1975 at an organization gaming facility.
- 20 "License bid" means the lump sum amount of money that an
- 2.1 applicant bids and agrees to pay the State in return for an
- 22 owners license that is issued or re-issued on or after July 1,
- 2003. 23
- 24 "Table game" means a live gaming apparatus upon which
- 25 gaming is conducted or that determines an outcome that is the
- 26 object of a wager, including, but not limited to, baccarat,

- 1 twenty-one, blackjack, poker, craps, roulette wheel, klondike
- 2 table, punchboard, faro layout, keno layout, numbers ticket,
- 3 push card, jar ticket, pull tab, or other similar games that
- 4 are authorized by the Board as a wagering device under this
- 5 Act. "Table game" does not include slot machines or video
- 6 games of chance.
- 7 The terms "minority person", "woman", and "person with a
- 8 disability" shall have the same meaning as defined in Section
- 9 2 of the Business Enterprise for Minorities, Women, and
- 10 Persons with Disabilities Act.
- "Casino" means a facility at which lawful gambling is
- 12 authorized as provided in this Act.
- "Owners license" means a license to conduct riverboat or
- 14 casino gambling operations, but does not include an
- 15 organization gaming license.
- "Licensed owner" means a person who holds an owners
- 17 license.
- "Organization gaming facility" means that portion of an
- 19 organization licensee's racetrack facilities at which gaming
- authorized under Section 7.7 is conducted.
- "Organization gaming license" means a license issued by
- the Illinois Gaming Board under Section 7.7 of this Act
- 23 authorizing gaming pursuant to that Section at an organization
- 24 gaming facility.
- "Organization gaming licensee" means an entity that holds
- an organization gaming license.

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1 "Organization licensee" means an entity authorized by the 2 Illinois Racing Board to conduct pari-mutuel wagering in accordance with the Illinois Horse Racing Act of 1975. With 3 4 respect only to gaming pursuant to an organization gaming 5 license, "organization licensee" includes the authorization for gaming created under subsection (a) of Section 56 of the 6 Illinois Horse Racing Act of 1975. 7

"Classifications within the craft jurisdiction" means all skilled maintenance employees, including, but not limited to: stationary engineers; building engineers; maintenance engineers; maintenance technicians; maintenance mechanics; heating, ventilation, and air conditioning technicians; heating, ventilation, and air conditioning technician mechanics; operating engineers; operators; domestic water operators; wastewater operators; water treatment technicians; and other related jobs.

(Source: P.A. 100-391, eff. 8-25-17; 101-31, eff. 6-28-19.)

(230 ILCS 10/6) (from Ch. 120, par. 2406) 18

19 Sec. 6. Application for owners license.

> (a) A qualified person may apply to the Board for an owners license to conduct a gambling operation as provided in this Act. The application shall be made on forms provided by the Board and shall contain such information as the Board prescribes, including but not limited to the identity of the riverboat on which such gambling operation is to be conducted,

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if applicable, and the exact location where such riverboat or casino will be located, a certification that the riverboat will be registered under this Act at all times during which gambling operations are conducted on board, detailed information regarding the ownership and management of the applicant, and detailed personal information regarding the applicant. Any application for an owners license to be re-issued on or after June 1, 2003 shall also include the applicant's license bid in a form prescribed by the Board. Information provided on the application shall be used as a basis for a thorough background investigation which the Board shall conduct with respect to each applicant. An incomplete application shall be cause for denial of a license by the Board.

- (a-5) In addition to any other information required under this Section, each application for an owners license must include the following information:
 - (1) The history and success of the applicant and each person and entity disclosed under subsection (c) of this Section in developing tourism facilities ancillary to gaming, if applicable.
 - (2) The likelihood that granting a license to the applicant will lead to the creation of quality, living wage jobs and permanent, full-time jobs for residents of the State and residents of the unit of local government that is designated as the home dock of the proposed

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facility where gambling is to be conducted by the applicant.

- (3) The projected number of jobs that would be created if the license is granted and the projected number of new employees at the proposed facility where gambling is to be conducted by the applicant.
- (4) The record, if any, of the applicant and its developer in meeting commitments to local agencies, community-based organizations, and employees at other locations where the applicant or its developer has performed similar functions as they would perform if the applicant were granted a license.
- (5) Identification of adverse effects that might be caused by the proposed facility where gambling is to be conducted by the applicant, including the costs of meeting increased demand for public health care, child care, public transportation, affordable housing, and social services, and a plan to mitigate those adverse effects.
- (6) The record, if any, of the applicant and its developer regarding compliance with:
 - (A) federal, state, and local discrimination, wage and hour, disability, and occupational and environmental health and safety laws; and
 - (B) state and local labor relations and employment laws.
 - (7) The applicant's record, if any, in dealing with

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- 1 its employees and their representatives at other locations. 2
 - (8) А plan concerning the utilization ofminority-owned and women-owned businesses and concerning the hiring of minorities and women.
 - (9) Evidence the applicant used its best efforts to reach a goal of 25% ownership representation by minority persons and 5% ownership representation by women.
 - (10) Evidence the applicant entered into or intends to enter into a labor peace agreement that meets the requirements of Section 7.16 with a bona fide labor organization that is actively engaged in representing or attempting to represent employees engaged in construction, gaming industry employees, hospitality industry employees, and all employees in classifications within the craft jurisdiction employed by the owners licensee. For any pending application before the Board on the effective date of this amendatory Act of the 102nd General Assembly, the applicant shall submit evidence complying with this paragraph within 30 days after the effective date of this amendatory Act of the 102nd General Assembly. The Board may not award any pending applications until the applicant has submitted this information.
 - (b) Applicants shall submit with their application all documents, resolutions, and letters of support from the governing body that represents the municipality or county

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- wherein the licensee will be located.
- (c) Each applicant shall disclose the identity of every person or entity having a greater than 1% direct or indirect pecuniary interest in the gambling operation with respect to which the license is sought. If the disclosed entity is a trust, the application shall disclose the names and addresses of all beneficiaries; if a corporation, the names addresses of all stockholders and directors; if a partnership, the names and addresses of all partners, both general and limited.
- (d) An application shall be filed and considered in accordance with the rules of the Board. Each application shall be accompanied by a nonrefundable application fee of \$250,000. In addition, a nonrefundable fee of \$50,000 shall be paid at the time of filing to defray the costs associated with the background investigation conducted by the Board. If the costs of the investigation exceed \$50,000, the applicant shall pay the additional amount to the Board within 7 days after requested by the Board. If the costs of the investigation are less than \$50,000, the applicant shall receive a refund of the remaining amount. All information, records, interviews, reports, statements, memoranda or other data supplied to or used by the Board in the course of its review or investigation of an application for a license or a renewal under this Act shall be privileged, strictly confidential and shall be used only for the purpose of evaluating an applicant for a license

- 1 or a renewal. Such information, records, interviews, reports, statements, memoranda or other data shall not be admissible as 2 3 evidence, nor discoverable in any action of any kind in any
- 4 court or before any tribunal, board, agency or person, except
- 5 for any action deemed necessary by the Board. The application
- fee shall be deposited into the State Gaming Fund. 6
- (e) The Board shall charge each applicant a fee set by the 8 Department of State Police to defray the costs associated with the search and classification of fingerprints obtained by the 9 10 Board with respect to the applicant's application. These fees 11 shall be paid into the State Police Services Fund. In order to expedite the application process, the Board may establish 12 rules allowing applicants to acquire criminal background 13
- 14 checks and financial integrity reviews as part of the initial
- 15 application process from a list of vendors approved by the
- 16 Board.

- 17 (f) The licensed owner shall be the person primarily
- 18 responsible for the boat or casino itself. Only one gambling
- 19 operation may be authorized by the Board on any riverboat or in
- 20 any casino. The applicant must identify the riverboat or
- premises it intends to use and certify that the riverboat or 2.1
- 22 premises: (1) has the authorized capacity required in this
- 23 Act; (2) is accessible to persons with disabilities; and (3)
- 24 is fully registered and licensed in accordance with any
- 25 applicable laws.
- 26 (g) A person who knowingly makes a false statement on an

- application is guilty of a Class A misdemeanor. 1
- 2 (Source: P.A. 101-31, eff. 6-28-19.)
- 3 (230 ILCS 10/7) (from Ch. 120, par. 2407)
- 4 Sec. 7. Owners licenses.
- (a) The Board shall issue owners licenses to persons or 5 entities that apply for such licenses upon payment to the 6 7 Board of the non-refundable license fee as provided in 8 subsection (e) or (e-5) and upon a determination by the Board 9 that the applicant is eligible for an owners license pursuant 10 to this Act and the rules of the Board. From December 15, 2008 (the effective date of Public Act 95-1008) this amendatory Act 11 12 of the 95th General Assembly until (i) 3 years after December 13 15, 2008 (the effective date of Public Act 95-1008) this 14 amendatory Act of the 95th General Assembly, (ii) the date any 15 organization licensee begins to operate a slot machine or video game of chance under the Illinois Horse Racing Act of 16 1975 or this Act, (iii) the date that payments begin under 17 subsection (c-5) of Section 13 of this Act, (iv) the wagering 18 19 tax imposed under Section 13 of this Act is increased by law to reflect a tax rate that is at least as stringent or more 20 21 stringent than the tax rate contained in subsection (a-3) of 22 Section 13, or (v) when an owners licensee holding a license 23 issued pursuant to Section 7.1 of this Act begins conducting 24 gaming, whichever occurs first, as a condition of licensure 25 and as an alternative source of payment for those funds

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payable under subsection (c-5) of Section 13 of this Act, any owners licensee that holds or receives its owners license on or after May 26, 2006 (the effective date of Public Act 94-804) this amendatory Act of the 94th General Assembly, other than an owners licensee operating a riverboat with adjusted gross receipts in calendar year 2004 of less than \$200,000,000, must pay into the Horse Racing Equity Trust Fund, in addition to any other payments required under this Act, an amount equal to 3% of the adjusted gross receipts received by the owners licensee. The payments required under this Section shall be made by the owners licensee to the State Treasurer no later than 3:00 o'clock p.m. of the day after the day when the adjusted gross receipts were received by the owners licensee. A person or entity is ineligible to receive an owners license if:

- (1) the person has been convicted of a felony under the laws of this State, any other state, or the United States;
- (2) the person has been convicted of any violation of Article 28 of the Criminal Code of 1961 or the Criminal Code of 2012, or substantially similar laws of any other jurisdiction;
- (3) the person has submitted an application for a 23 24 license under this Act which contains false information;
 - (4) the person is a member of the Board;
- 26 (5) a person defined in (1), (2), (3), or (4) is an

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applicant<u>;</u> or

1	officer, director, or managerial employee of the entity;
2	(6) the entity employs a person defined in (1) , (2) ,
3	(3), or (4) who participates in the management or
4	operation of gambling operations authorized under this
5	Act;
6	(7) (blank); or
7	(8) a license of the person or entity issued under
8	this Act, or a license to own or operate gambling
9	facilities in any other jurisdiction, has been revoked.
10	The Board is expressly prohibited from making changes to
11	the requirement that licensees make payment into the Horse
12	Racing Equity Trust Fund without the express authority of the
13	Illinois General Assembly and making any other rule to
14	implement or interpret Public Act 95-1008 this amendatory Act
15	of the 95th General Assembly. For the purposes of this
16	paragraph, "rules" is given the meaning given to that term in
17	Section 1-70 of the Illinois Administrative Procedure Act.
18	(b) In determining whether to grant an owners license to
19	an applicant, the Board shall consider:
20	(1) the character, reputation, experience, and
21	financial integrity of the applicants and of any other or
22	separate person that either:
23	(A) controls, directly or indirectly, such

(B) is controlled, directly or indirectly, by such

applicant or by a person which controls, directly or

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indirectly, such applicant;

- (2) the facilities or proposed facilities for the conduct of gambling;
- (3) the highest prospective total revenue to be derived by the State from the conduct of gambling;
- (4) the extent to which the ownership of the applicant reflects the diversity of the State by including minority persons, women, and persons with a disability and the good faith affirmative action plan of each applicant to recruit, train and upgrade minority persons, women, and disability in persons with а all employment classifications; the Board shall further consider granting an owners license and giving preference to an applicant under this Section to applicants in which minority persons and women hold ownership interest of at least 16% and 4%, respectively; -
- (4.5) the extent to which the ownership of the applicant includes veterans of service in the armed forces of the United States, and the good faith affirmative action plan of each applicant to recruit, train, and upgrade veterans of service in the armed forces of the United States in all employment classifications;
- (5) the financial ability of the applicant to purchase and maintain adequate liability and casualty insurance;
- (6) whether the applicant has adequate capitalization to provide and maintain, for the duration of a license, a

1 riverboat or casino;

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- (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;
 - (8) the amount of the applicant's license bid;
- (9) the extent to which the applicant or the proposed host municipality plans to enter into revenue sharing agreements with communities other than the host municipality; and
- (10) the extent to which the ownership of an applicant includes the most qualified number of minority persons, women, and persons with a disability; and \cdot
- (11) whether the applicant, after the effective date of this amendatory Act of the 102nd General Assembly, has entered into or intends to enter into a labor peace agreement that meets the requirements of Section 7.16 with a bona fide labor organization that is actively engaged in representing or attempting to represent employees engaged in construction, gaming industry employees, hospitality industry employees, and all employees in classifications within the craft jurisdiction employed by the owners licensee.
- (c) Each owners license shall specify the place where the casino shall operate or the riverboat shall operate and dock.
- (d) Each applicant shall submit with his or her application, on forms provided by the Board, 2 sets of his or

her fingerprints.

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addition to any licenses authorized under subsection (e-5) of this Section, 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; and one of which shall authorize riverboat gambling from a home dock in the City of Alton. One other license shall authorize riverboat gambling on the Illinois River in the City of East Peoria or, with Board approval, shall authorize land-based gambling operations anywhere within the corporate limits of the City of Peoria. The Board shall issue one additional license to become effective not earlier than March 1, 1992,

1 which shall authorize riverboat gambling on the Des Plaines

River in Will County. The Board may issue 4 additional

3 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 benefit which riverboat

gambling confers on the State, and shall seek to assure that

all regions of the State share in the economic benefits of

riverboat gambling.

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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. The fee for issuance or renewal of a license pursuant to this subsection (e) shall be \$250,000.

- 24 (e-5) In addition to licenses authorized under subsection
- 2.5 (e) of this Section:
 - (1) the Board may issue one owners license authorizing

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the conduct of casino gambling in the City of Chicago;

- (2) the Board may issue one owners license authorizing the conduct of riverboat gambling in the City of Danville;
- (3) the Board may issue one owners license authorizing the conduct of riverboat gambling in the City of Waukegan;
- (4) the Board may issue one owners license authorizing the conduct of riverboat gambling in the City of Rockford;
- (5) the Board may issue one owners license authorizing the conduct of riverboat gambling in a municipality that is wholly or partially located in one of the following townships of Cook County: Bloom, Bremen, Calumet, Rich, Thornton, or Worth Township; and
- (6) the Board may issue one owners license authorizing the conduct of riverboat gambling in the unincorporated area of Williamson County adjacent to the Big Muddy River.

Except for the license authorized under paragraph (1), each application for a license pursuant to this subsection (e-5) shall be submitted to the Board no later than 120 days after June 28, 2019 (the effective date of Public Act 101-31). All applications for a license under this subsection (e-5) shall include the nonrefundable application fee and the nonrefundable background investigation fee as provided in subsection (d) of Section 6 of this Act. In the event that an applicant submits an application for a license pursuant to this subsection (e-5) prior to June 28, 2019 (the effective date of Public Act 101-31), such applicant shall submit the

- 1 nonrefundable application fee and background investigation fee
- 2 as provided in subsection (d) of Section 6 of this Act no later
- 3 than 6 months after June 28, 2019 (the effective date of Public
- 4 Act 101-31).

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- 5 The Board shall consider issuing a license pursuant to
- 6 paragraphs (1) through (6) of this subsection only after the
- 7 corporate authority of the municipality or the county board of
- 8 the county in which the riverboat or casino shall be located
- 9 has certified to the Board the following:
- 10 (i) that the applicant has negotiated with the corporate authority or county board in good faith;
- (ii) that the applicant and the corporate authority or county board have mutually agreed on the permanent

location of the riverboat or casino;

- (iii) that the applicant and the corporate authority
 or county board have mutually agreed on the temporary
- 17 location of the riverboat or casino;
- (iv) that the applicant and the corporate authority or
 the county board have mutually agreed on the percentage of
 revenues that will be shared with the municipality or
 county, if any;
 - (v) that the applicant and the corporate authority or county board have mutually agreed on any zoning, licensing, public health, or other issues that are within the jurisdiction of the municipality or county;
 - (vi) that the corporate authority or county board has

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1 passed a resolution or ordinance in support of the riverboat or casino in the municipality or county; 2

> (vii) the applicant for a license under paragraph (1) has made a public presentation concerning its casino proposal; and

(viii) the applicant for a license under paragraph (1) has prepared a summary of its casino proposal and such summary has been posted on a public website of the municipality or the county.

At least 7 days before the corporate authority of a municipality or county board of the county submits certification to the Board concerning items (i) through (viii) of this subsection, it shall hold a public hearing to discuss items (i) through (viii), as well as any other details proposed riverboat or casino concerning the in municipality or county. The corporate authority or county board must subsequently memorialize the details concerning the proposed riverboat or casino in a resolution that must be adopted by a majority of the corporate authority or county board before any certification is sent to the Board. The Board shall not alter, amend, change, or otherwise interfere with any agreement between the applicant and the corporate authority of the municipality or county board of the county regarding the location of any temporary or permanent facility.

In addition, within 10 days after June 28, 2019 (the

effective date of Public Act 101-31), the Board, with consent

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and at the expense of the City of Chicago, shall select and retain the services of a nationally recognized casino gaming feasibility consultant. Within 45 days after June 28, 2019 (the effective date of Public Act 101-31), the consultant shall prepare and deliver to the Board a study concerning the feasibility of, and the ability to finance, a casino in the City of Chicago. The feasibility study shall be delivered to the Mayor of the City of Chicago, the Governor, the President of the Senate, and the Speaker of the House Representatives. Ninety days after receipt of the feasibility study, the Board shall make a determination, based on the results of the feasibility study, whether to recommend to the General Assembly that the terms of the license under paragraph (1) of this subsection (e-5) should be modified. The Board may begin accepting applications for the owners license under paragraph (1) of this subsection (e-5) upon the determination to issue such an owners license.

In addition, prior to the Board issuing the owners license authorized under paragraph (4) of subsection (e-5), an impact study shall be completed to determine what location in the city will provide the greater impact to the region, including the creation of jobs and the generation of tax revenue.

(e-10) The licenses authorized under subsection (e-5) of this Section shall be issued within 12 months after the date the license application is submitted. If the Board does not issue the licenses within that time period, then the Board

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shall give a written explanation to the applicant as to why it has not reached a determination and when it reasonably expects to make a determination. The fee for the issuance or renewal of a license issued pursuant to this subsection (e-10) shall be \$250,000. Additionally, a licensee located outside of Cook County shall pay a minimum initial fee of \$17,500 per gaming position, and a licensee located in Cook County shall pay a minimum initial fee of \$30,000 per gaming position. The initial fees payable under this subsection (e-10) shall be deposited into the Rebuild Illinois Projects Fund. If at any point after June 1, 2020 there are no pending applications for license under subsection (e-5) and not all authorized under subsection (e-5) have been issued, then the Board shall reopen the license application process for those licenses authorized under subsection (e-5) that have not been issued. The Board shall follow the licensing process provided in subsection (e-5) with all time frames tied to the last date of a final order issued by the Board under subsection (e-5) rather than the effective date of the amendatory Act.

(e-15) Each licensee of a license authorized under subsection (e-5) of this Section shall make a reconciliation payment 3 years after the date the licensee begins operating in an amount equal to 75% of the adjusted gross receipts for the most lucrative 12-month period of operations, minus an amount equal to the initial payment per gaming position paid by the specific licensee. Each licensee shall pay a

- 1 \$15,000,000 reconciliation fee upon issuance of an owners
- license. If this calculation results in a negative amount, 2
- 3 then the licensee is not entitled to any reimbursement of fees
- 4 previously paid. This reconciliation payment may be made in
- 5 installments over a period of no more than 6 years.
- All payments by licensees under this subsection (e-15) 6
- shall be deposited into the Rebuild Illinois Projects Fund. 7
- (e-20) In addition to any other revocation powers granted
- 9 to the Board under this Act, the Board may revoke the owners
- 10 license of a licensee which fails to begin conducting gambling
- 11 within 15 months of receipt of the Board's approval of the
- application if the Board determines that license revocation is 12
- 13 in the best interests of the State.
- (f) The first 10 owners licenses issued under this Act 14
- 15 shall permit the holder to own up to 2 riverboats and equipment
- 16 thereon for a period of 3 years after the effective date of the
- license. Holders of the first 10 owners licenses must pay the 17
- 18 annual license fee for each of the 3 years during which they
- are authorized to own riverboats. 19
- 20 (g) Upon the termination, expiration, or revocation of
- each of the first 10 licenses, which shall be issued for a 2.1
- 3-year period, all licenses are renewable annually upon 22
- 23 payment of the fee and a determination by the Board that the
- 24 licensee continues to meet all of the requirements of this Act
- 25 and the Board's rules. However, for licenses renewed on or
- 26 after May 1, 1998, renewal shall be for a period of 4 years,

- 1 unless the Board sets a shorter period.
- 2 (h) An owners license, except for an owners license issued
- under subsection (e-5) of this Section, shall entitle the 3
- 4 licensee to own up to 2 riverboats.
- 5 An owners licensee of a casino or riverboat that is
- located in the City of Chicago pursuant to paragraph (1) of 6
- subsection (e-5) of this Section shall limit the number of 7
- 8 gaming positions to 4,000 for such owner. An owners licensee
- 9 authorized under subsection (e) or paragraph (2), (3), (4), or
- 10 (5) of subsection (e-5) of this Section shall limit the number
- 11 of gaming positions to 2,000 for any such owners license. An
- owners licensee authorized under paragraph (6) of subsection 12
- (e-5) of this Section shall limit the number of gaming 13
- 14 positions to 1,200 for such owner. The initial fee for each
- 15 gaming position obtained on or after June 28, 2019 (the
- 16 effective date of Public Act 101-31) shall be a minimum of
- \$17,500 for licensees not located in Cook County and a minimum 17
- of \$30,000 for licensees located in Cook County, in addition 18
- 19 to the reconciliation payment, as set forth in subsection
- 20 (e-15) of this Section. The fees under this subsection (h)
- 2.1 shall be deposited into the Rebuild Illinois Projects Fund.
- 22 The fees under this subsection (h) that are paid by an owners
- 23 licensee authorized under subsection (e) shall be paid by July
- 24 1, 2021.
- 25 Each owners licensee under subsection (e) of this Section
- 26 shall reserve its gaming positions within 30 days after June

- 1 28, 2019 (the effective date of Public Act 101-31). The Board
- may grant an extension to this 30-day period, provided that 2
- 3 the owners licensee submits a written request and explanation
- 4 as to why it is unable to reserve its positions within the
- 5 30-day period.
- Each owners licensee under subsection (e-5) of this 6
- Section shall reserve its gaming positions within 30 days 7
- after issuance of its owners license. The Board may grant an 8
- 9 extension to this 30-day period, provided that the owners
- 10 licensee submits a written request and explanation as to why
- it is unable to reserve its positions within the 30-day 11
- period. 12
- may operate both of 13 licensee its riverboats
- 14 concurrently, provided that the total number of
- 15 positions on both riverboats does not exceed the limit
- 16 established pursuant to this subsection. Riverboats licensed
- to operate on the Mississippi River and the Illinois River 17
- 18 south of Marshall County shall have an authorized capacity of
- at least 500 persons. Any other riverboat licensed under this 19
- 20 Act shall have an authorized capacity of at least 400 persons.
- 2.1 (h-5) An owners licensee who conducted gambling operations
- 22 prior to January 1, 2012 and obtains positions pursuant to
- 23 Public Act 101-31 shall make a reconciliation payment 3 years
- 24 after any additional gaming positions begin operating in an
- 25 amount equal to 75% of the owners licensee's average gross
- 26 receipts for the most lucrative 12-month period of operations

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minus an amount equal to the initial fee that the owners licensee paid per additional gaming position. For purposes of this subsection (h-5), "average gross receipts" means (i) the increase in adjusted gross receipts for the most lucrative 12-month period of operations over the adjusted gross receipts for 2019, multiplied by (ii) the percentage derived by dividing the number of additional gaming positions that an owners licensee had obtained by the total number of gaming positions operated by the owners licensee. If this calculation results in a negative amount, then the owners licensee is not entitled to any reimbursement of fees previously paid. This reconciliation payment may be made in installments over a period of no more than 6 years. These reconciliation payments shall be deposited into the Rebuild Illinois Projects Fund.

- (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 or casino, 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 or in the casino.
- (j) The Board may issue or re-issue a license authorizing a riverboat to dock in a municipality or approve a relocation under Section 11.2 only if, prior to the issuance or

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- re-issuance of the license or approval, the governing body of the municipality in which the riverboat will dock has by a majority vote approved the docking of riverboats in the municipality. The Board may issue or re-issue a license authorizing a riverboat to dock in areas of a county outside any municipality or approve a relocation under Section 11.2 only if, prior to the issuance or re-issuance of the license or approval, the governing body of the county has by a majority vote approved of the docking of riverboats within such areas.
 - (k) An owners licensee may conduct land-based gambling operations upon approval by the Board and payment of a fee of \$250,000, which shall be deposited into the State Gaming Fund.
 - (1) An owners licensee may conduct gaming at a temporary facility pending the construction of a permanent facility or the remodeling or relocation of an existing facility to accommodate gaming participants for up to 24 months after the temporary facility begins to conduct gaming. Upon request by an owners licensee and upon a showing of good cause by the owners licensee, the Board shall extend the period during which the licensee may conduct gaming at a temporary facility by up to 12 months. The Board shall make rules concerning the conduct of gaming from temporary facilities.
- 23 (Source: P.A. 100-391, eff. 8-25-17; 100-1152, eff. 12-14-18;
- 24 101-31, eff. 6-28-19; 101-648, eff. 6-30-20; revised 8-19-20.)

- 1 Sec. 7.16. Labor peace agreements.
- (a) As used in this Act, "labor peace agreement" means an 2 agreement between a licensee and any bona fide labor 3
- 4 organization recognized under the National Labor Relations
- 5 Act, referred to in this Act as a bona fide labor organization,
- 6 that, at a minimum, protects the State's proprietary interests
- by prohibiting labor organizations and members from engaging 7
- in picketing, work stoppages, boycotts, and any other economic 8
- 9 interference with the applicant's business.
- 10 (b) The labor peace agreement shall provide that the
- 11 applicant has agreed not to disrupt efforts by the bona fide
- labor organization to communicate with, and attempt to 12
- 13 organize and represent, the applicant's employees. The labor
- 14 peace agreement shall provide a bona fide labor organization
- 15 access at reasonable times to areas in which the applicant's
- 16 employees work, for the purpose of meeting with employees to
- discuss their rights to representation, employment rights 17
- under State law, and terms and conditions of employment. The 18
- 19 labor peace agreement may not mandate a particular method of
- 20 election or certification of the bona fide labor organization.
- (230 ILCS 10/8) (from Ch. 120, par. 2408) 21
- 22 Sec. 8. Suppliers licenses.
- 23 The Board may issue a suppliers license to such
- 24 persons, firms or corporations which apply therefor upon the
- 25 payment of a non-refundable application fee set by the Board,

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- 1 upon a determination by the Board that the applicant is 2 eligible for a suppliers license and upon payment of a \$5,000 3 annual license fee. At the time of application for a supplier 4 license under this Act, a person that holds a license as a 5 manufacturer, distributor, or supplier under the Video Gaming 6 Act or a supplier license under the Sports Wagering Act shall be entitled to licensure under this Act as a supplier without 7 additional Board investigation or approval, except by vote of 8 9 the Board; however, the applicant shall pay all fees required
- 11 <u>(a-5) Except as provided by Section 8.1, the initial</u>
 12 <u>suppliers license shall be issued for 4 years. Thereafter, the</u>
 13 <u>license may be renewed for additional 4-year periods unless</u>
 14 sooner canceled or terminated.

for a suppliers license under this Act.

- (b) The holder of a suppliers license is authorized to sell or lease, and to contract to sell or lease, gambling equipment and supplies to any licensee involved in the ownership or management of gambling operations.
- (c) Gambling supplies and equipment may not be distributed unless supplies and equipment conform to standards adopted by rules of the Board.
- 22 (d) A person, firm or corporation is ineligible to receive 23 a suppliers license if:
- 24 (1) the person has been convicted of a felony under 25 the laws of this State, any other state, or the United 26 States;

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L	(2) the person has been convicted of any violation of
2	Article 28 of the Criminal Code of 1961 or the Criminal
3	Code of 2012, or substantially similar laws of any other
1	iurisdiction.

- (3) the person has submitted an application for a license under this Act which contains false information;
 - (4) the person is a member of the Board;
- (5) the entity is one in which a person defined in (1),(2), (3) or (4), is an officer, director or managerial employee;
- (6) the firm or corporation employs a person who participates in the management or operation of gambling authorized under this Act;
- (7) the license of the person, firm or corporation issued under this Act, or a license to own or operate gambling facilities in any other jurisdiction, has been revoked.
- (e) Any person that supplies any equipment, devices, or supplies to a licensed gambling operation must first obtain a suppliers license. A supplier shall furnish to the Board a list of all equipment, devices and supplies offered for sale or lease in connection with gambling games authorized under this Act. A supplier shall keep books and records for the furnishing of equipment, devices and supplies to gambling operations separate and distinct from any other business that the supplier might operate. A supplier shall file a quarterly

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return with the Board listing all sales and leases. A supplier shall permanently affix its name or a distinctive logo or other mark or design element identifying the manufacturer or supplier to all its equipment, devices, and supplies, except gaming chips without a value impressed, engraved, or imprinted on it, for gambling operations. The Board may waive this requirement for any specific product or products if it determines that the requirement is not necessary to protect the integrity of the game. Items purchased from a licensed supplier may continue to be used even though the supplier subsequently changes its name, distinctive logo, or other mark or design element; undergoes a change in ownership; or ceases to be licensed as a supplier for any reason. Any supplier's equipment, devices or supplies which are used by any person in an unauthorized gambling operation shall be forfeited to the State. A holder of an owners license or an organization gaming license may own its own equipment, devices and supplies. Each holder of an owners license or an organization gaming license under the Act shall file an annual report listing its inventories of gambling equipment, devices and supplies.

- (f) Any person who knowingly makes a false statement on an application is guilty of a Class A misdemeanor.
- (g) Any gambling equipment, devices and supplies provided by any licensed supplier may either be repaired on the riverboat, in the casino, or at the organization gaming facility or removed from the riverboat, casino, or

- 1 organization gaming facility to a facility owned by the holder
- 2 owners license, organization gaming license, or
- suppliers license for repair. 3
- 4 (Source: P.A. 101-31, eff. 6-28-19.)
- 5 (230 ILCS 10/8.1 new)
- Sec. 8.1. Harmonization of supplier category licenses. 6
- 7 (a) As used in this Section, "supplier category license"
- 8 means a suppliers license issued under this Act, a supplier
- 9 license issued under the Sports Wagering Act, or a
- manufacturer, distributor, or supplier license issued under 10
- 11 the Video Gaming Act.
- 12 (b) If a holder of any supplier category license is
- 13 granted an additional supplier category license, the initial
- 14 period of the new supplier category license shall expire at
- the earliest expiration date of any other supplier category 15
- license held by the licensee. If a licensee holds multiple 16
- supplier category licenses on the effective date of this 17
- amendatory Act of the 102nd General Assembly, all supplier 18
- 19 category licenses shall expire at the earliest expiration date
- of any of the supplier category licenses held by the licensee. 20
- 21 (230 ILCS 10/13) (from Ch. 120, par. 2413)
- 22 Sec. 13. Wagering tax; rate; distribution.
- 23 (a) Until January 1, 1998, a tax is imposed on the adjusted
- 24 gross receipts received from gambling games authorized under

- 1 this Act at the rate of 20%.
- (a-1) From January 1, 1998 until July 1, 2002, a privilege 2
- imposed on persons engaged in the business of 3 tax is
- 4 conducting riverboat gambling operations, based
- 5 adjusted gross receipts received by a licensed owner from
- gambling games authorized under this Act at the following 6
- 7 rates:
- 8 15% of annual adjusted gross receipts up to and
- including \$25,000,000; 9
- 10 20% of annual adjusted gross receipts in excess of
- 11 \$25,000,000 but not exceeding \$50,000,000;
- 25% of annual adjusted gross receipts in excess of 12
- 13 \$50,000,000 but not exceeding \$75,000,000;
- 30% of annual adjusted gross receipts in excess of 14
- 15 \$75,000,000 but not exceeding \$100,000,000;
- 16 35% of annual adjusted gross receipts in excess of
- \$100,000,000. 17
- (a-2) From July 1, 2002 until July 1, 2003, a privilege tax 18
- 19 is imposed on persons engaged in the business of conducting
- 20 riverboat gambling operations, other than licensed managers
- conducting riverboat gambling operations on behalf of the 2.1
- 22 State, based on the adjusted gross receipts received by a
- licensed owner from gambling games authorized under this Act 23
- 24 at the following rates:
- 25 15% of annual adjusted gross receipts up to and
- 26 including \$25,000,000;

1	22.5% of annual adjusted gross receipts in excess of
2	\$25,000,000 but not exceeding \$50,000,000;
3	27.5% of annual adjusted gross receipts in excess of
4	\$50,000,000 but not exceeding \$75,000,000;
5	32.5% of annual adjusted gross receipts in excess of
6	\$75,000,000 but not exceeding \$100,000,000;
7	37.5% of annual adjusted gross receipts in excess of
8	\$100,000,000 but not exceeding \$150,000,000;
9	45% of annual adjusted gross receipts in excess of
10	\$150,000,000 but not exceeding \$200,000,000;
11	50% of annual adjusted gross receipts in excess of
12	\$200,000,000.
13	(a-3) Beginning July 1, 2003, a privilege tax is imposed
14	on persons engaged in the business of conducting riverboat
15	gambling operations, other than licensed managers conducting
16	riverboat gambling operations on behalf of the State, based on
17	the adjusted gross receipts received by a licensed owner from
18	gambling games authorized under this Act at the following
19	rates:
20	15% of annual adjusted gross receipts up to and
21	including \$25,000,000;
22	27.5% of annual adjusted gross receipts in excess of
23	\$25,000,000 but not exceeding \$37,500,000;
24	32.5% of annual adjusted gross receipts in excess of
25	\$37,500,000 but not exceeding \$50,000,000;

37.5% of annual adjusted gross receipts in excess of

- 1 \$50,000,000 but not exceeding \$75,000,000;
- 45% of annual adjusted gross receipts in excess of 2
- \$75,000,000 but not exceeding \$100,000,000; 3
- 4 50% of annual adjusted gross receipts in excess of
- 5 \$100,000,000 but not exceeding \$250,000,000;
- 70% of annual adjusted gross receipts in excess of 6
- \$250,000,000. 7
- 8 An amount equal to the amount of wagering taxes collected
- 9 under this subsection (a-3) that are in addition to the amount
- 10 of wagering taxes that would have been collected if the
- 11 wagering tax rates under subsection (a-2) were in effect shall
- be paid into the Common School Fund. 12
- 13 The privilege tax imposed under this subsection (a-3)
- 14 shall no longer be imposed beginning on the earlier of (i) July
- 15 1, 2005; (ii) the first date after June 20, 2003 that riverboat
- 16 gambling operations are conducted pursuant to a dormant
- license; or (iii) the first day that riverboat gambling 17
- operations are conducted under the authority of an owners 18
- license that is in addition to the 10 owners licenses 19
- 20 initially authorized under this Act. For the purposes of this
- subsection (a-3), the term "dormant license" means an owners 2.1
- 22 license that is authorized by this Act under which no
- 23 riverboat gambling operations are being conducted on June 20,
- 24 2003.
- 25 (a-4) Beginning on the first day on which the tax imposed
- 26 under subsection (a-3) is no longer imposed and ending upon

- 1 the imposition of the privilege tax under subsection (a-5) of
- this Section, a privilege tax is imposed on persons engaged in 2
- the business of conducting gambling operations, other than 3
- 4 licensed managers conducting riverboat gambling operations on
- 5 behalf of the State, based on the adjusted gross receipts
- received by a licensed owner from gambling games authorized 6
- under this Act at the following rates: 7
- 15% of annual adjusted gross receipts up to and 8
- 9 including \$25,000,000;
- 10 22.5% of annual adjusted gross receipts in excess of
- 11 \$25,000,000 but not exceeding \$50,000,000;
- 27.5% of annual adjusted gross receipts in excess of 12
- 13 \$50,000,000 but not exceeding \$75,000,000;
- 32.5% of annual adjusted gross receipts in excess of 14
- 15 \$75,000,000 but not exceeding \$100,000,000;
- 16 37.5% of annual adjusted gross receipts in excess of
- \$100,000,000 but not exceeding \$150,000,000; 17
- 45% of annual adjusted gross receipts in excess of 18
- \$150,000,000 but not exceeding \$200,000,000; 19
- 20 50% of annual adjusted gross receipts in excess of
- \$200,000,000. 2.1
- 22 For the imposition of the privilege tax in this subsection
- 23 (a-4), amounts paid pursuant to item (1) of subsection (b) of
- 24 Section 56 of the Illinois Horse Racing Act of 1975 shall not
- 25 be included in the determination of adjusted gross receipts.
- (a-5)(1) Beginning on July 1, 2020, a privilege tax is 26

following rates:

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1	imposed on persons engaged in the business of conducting
2	gambling operations, other than the owners licensee under
3	paragraph (1) of subsection (e-5) of Section 7 and licensed
4	managers conducting riverboat gambling operations on behalf of
5	the State, based on the adjusted gross receipts received by
6	such licensee from the gambling games authorized under this
7	Act. The privilege tax for all gambling games other than table
8	games, including, but not limited to, slot machines, video
9	game of chance gambling, and electronic gambling games shall
10	be at the following rates:
11	15% of annual adjusted gross receipts up to and
12	including \$25,000,000;
13	22.5% of annual adjusted gross receipts in excess of
14	\$25,000,000 but not exceeding \$50,000,000;
15	27.5% of annual adjusted gross receipts in excess of
16	\$50,000,000 but not exceeding \$75,000,000;
17	32.5% of annual adjusted gross receipts in excess of
18	\$75,000,000 but not exceeding \$100,000,000;
19	37.5% of annual adjusted gross receipts in excess of
20	\$100,000,000 but not exceeding \$150,000,000;
21	45% of annual adjusted gross receipts in excess of
22	\$150,000,000 but not exceeding \$200,000,000;
23	50% of annual adjusted gross receipts in excess of
24	\$200,000,000.
25	The privilege tax for table games shall be at the

1 15% of annual adjusted gross receipts up to and including \$25,000,000;

20% of annual adjusted gross receipts in excess of \$25,000,000.

For the imposition of the privilege tax in this subsection (a-5), amounts paid pursuant to item (1) of subsection (b) of Section 56 of the Illinois Horse Racing Act of 1975 shall not be included in the determination of adjusted gross receipts.

(2) Beginning on the first day that an owners licensee under paragraph (1) of subsection (e-5) of Section 7 conducts gambling operations, either in a temporary facility or a permanent facility, a privilege tax is imposed on persons engaged in the business of conducting gambling operations under paragraph (1) of subsection (e-5) of Section 7, other than licensed managers conducting riverboat gambling operations on behalf of the State, based on the adjusted gross receipts received by such licensee from the gambling games authorized under this Act. The privilege tax for all gambling games other than table games, including, but not limited to, slot machines, video game of chance gambling, and electronic gambling games shall be at the following rates:

12% of annual adjusted gross receipts up to and including \$25,000,000 to the State and 10.5% of annual adjusted gross receipts up to and including \$25,000,000 to the City of Chicago;

16% of annual adjusted gross receipts in excess of

\$25,000,000 but not exceeding \$50,000,000 to the State and

14% of annual adjusted gross receipts in excess of

\$25,000,000 but not exceeding \$50,000,000 to the City of

Chicago;

20.1% of annual adjusted gross receipts in excess of \$50,000,000 but not exceeding \$75,000,000 to the State and 17.4% of annual adjusted gross receipts in excess of \$50,000,000 but not exceeding \$75,000,000 to the City of Chicago;

21.4% of annual adjusted gross receipts in excess of \$75,000,000 but not exceeding \$100,000,000 to the State and 18.6% of annual adjusted gross receipts in excess of \$75,000,000 but not exceeding \$100,000,000 to the City of Chicago;

22.7% of annual adjusted gross receipts in excess of \$100,000,000 but not exceeding \$150,000,000 to the State and 19.8% of annual adjusted gross receipts in excess of \$100,000,000 but not exceeding \$150,000,000 to the City of Chicago;

24.1% of annual adjusted gross receipts in excess of \$150,000,000 but not exceeding \$225,000,000 to the State and 20.9% of annual adjusted gross receipts in excess of \$150,000,000 but not exceeding \$225,000,000 to the City of Chicago;

26.8% of annual adjusted gross receipts in excess of \$225,000,000 but not exceeding \$1,000,000,000 to the State

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L	and 23.2% of annual adjusted gross receipts in excess of
2	\$225,000,000 but not exceeding \$1,000,000,000 to the City
3	of Chicago;

40% of annual adjusted gross receipts in excess of \$1,000,000,000 to the State and 34.7% of annual gross receipts in excess of \$1,000,000,000 to the City of Chicago.

The privilege tax for table games shall be at the following rates:

8.1% of annual adjusted gross receipts up to and including \$25,000,000 to the State and 6.9% of annual adjusted gross receipts up to and including \$25,000,000 to the City of Chicago;

10.7% of annual adjusted gross receipts in excess of \$25,000,000 but not exceeding \$75,000,000 to the State and 9.3% of annual adjusted gross receipts in excess of \$25,000,000 but not exceeding \$75,000,000 to the City of Chicago;

11.2% of annual adjusted gross receipts in excess of \$75,000,000 but not exceeding \$175,000,000 to the State and 9.8% of annual adjusted gross receipts in excess of \$75,000,000 but not exceeding \$175,000,000 to the City of Chicago;

13.5% of annual adjusted gross receipts in excess of \$175,000,000 but not exceeding \$225,000,000 to the State and 11.5% of annual adjusted gross receipts in excess of

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1 \$175,000,000 but not exceeding \$225,000,000 to the City of Chicago;

15.1% of annual adjusted gross receipts in excess of \$225,000,000 but not exceeding \$275,000,000 to the State and 12.9% of annual adjusted gross receipts in excess of \$225,000,000 but not exceeding \$275,000,000 to the City of Chicago;

16.2% of annual adjusted gross receipts in excess of \$275,000,000 but not exceeding \$375,000,000 to the State and 13.8% of annual adjusted gross receipts in excess of \$275,000,000 but not exceeding \$375,000,000 to the City of Chicago;

18.9% of annual adjusted gross receipts in excess of \$375,000,000 to the State and 16.1% of annual gross receipts in excess of \$375,000,000 to the City of Chicago.

For the imposition of the privilege tax in this subsection (a-5), amounts paid pursuant to item (1) of subsection (b) of Section 56 of the Illinois Horse Racing Act of 1975 shall not be included in the determination of adjusted gross receipts.

Notwithstanding the provisions of this subsection (a-5), for the first 10 years that the privilege tax is imposed under this subsection (a-5), the privilege tax shall be imposed on the modified annual adjusted gross receipts of a riverboat or casino conducting gambling operations in the City of East St. Louis, unless:

(1) the riverboat or casino fails to employ at least

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450 people, except no minimum employment shall be required
during 2020 and 2021 or during periods that the riverboat
or casino is closed on orders of State officials for
public health emergencies or other emergencies not caused
by the riverboat or casino;

- (2) the riverboat or casino fails to maintain operations in a manner consistent with this Act or is not a viable riverboat or casino subject to the approval of the Board; or
- (3) the owners licensee is not an entity in which employees participate in an employee stock ownership plan or in which the owners licensee sponsors a 401(k) retirement plan and makes a matching employer contribution equal to at least one-quarter of the first 12% or one-half of the first 6% of each participating employee's contribution, not to exceed any limitations under federal laws and regulations.

As used in this subsection (a-5), "modified annual adjusted gross receipts" means:

(A) for calendar year 2020, the annual adjusted gross receipts for the current year minus the difference between an amount equal to the average annual adjusted gross receipts from a riverboat or casino conducting gambling operations in the City of East St. Louis for 2014, 2015, 2016, 2017, and 2018 and the annual adjusted gross receipts for 2018;

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- (B) for calendar year 2021, the annual adjusted gross receipts for the current year minus the difference between an amount equal to the average annual adjusted gross receipts from a riverboat or casino conducting gambling operations in the City of East St. Louis for 2014, 2015, 2016, 2017, and 2018 and the annual adjusted gross receipts for 2019; and
- (C) for calendar years 2022 through 2029, the annual adjusted gross receipts for the current year minus the difference between an amount equal to the average annual adjusted gross receipts from a riverboat or casino conducting gambling operations in the City of East St. Louis for 3 years preceding the current year and the annual adjusted gross receipts for the immediately preceding year.
- (a-6) From June 28, 2019 (the effective date of Public Act 101-31) until June 30, 2023, an owners licensee that conducted gambling operations prior to January 1, 2011 shall receive a dollar-for-dollar credit against the tax imposed under this Section for any renovation or construction costs paid by the owners licensee, but in no event shall the credit exceed \$2,000,000.

Additionally, from June 28, 2019 (the effective date of Public Act 101-31) until December 31, 2022, an owners licensee that (i) is located within 15 miles of the Missouri border, and (ii) has at least 3 riverboats, casinos, or their equivalent

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within a 45-mile radius, may be authorized to relocate to a new location with the approval of both the unit of local government designated as the home dock and the Board, so long as the new location is within the same unit of local government and no more than 3 miles away from its original location. Such owners licensee shall receive a credit against the tax imposed under this Section equal to 8% of the total project costs, as approved by the Board, for any renovation or construction costs paid by the owners licensee for the construction of the new facility, provided that the new facility is operational by July 1, 2022. In determining whether or not to approve a relocation, the Board must consider the extent to which the relocation will diminish the gaming revenues received by other Illinois gaming facilities.

(a-7) Beginning in the initial adjustment year and through the final adjustment year, if the total obligation imposed pursuant to either subsection (a-5) or (a-6) will result in an owners licensee receiving less after-tax adjusted gross receipts than it received in calendar year 2018, then the total amount of privilege taxes that the owners licensee is required to pay for that calendar year shall be reduced to the extent necessary so that the after-tax adjusted gross receipts in that calendar year equals the after-tax adjusted gross receipts in calendar year 2018, but the privilege tax reduction shall not exceed the annual adjustment cap. If pursuant to this subsection (a-7), the total obligation

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imposed pursuant to either subsection (a-5) or (a-6) shall be reduced, then the owners licensee shall not receive a refund from the State at the end of the subject calendar year but instead shall be able to apply that amount as a credit against any payments it owes to the State in the following calendar year to satisfy its total obligation under either subsection (a-5) or (a-6). The credit for the final adjustment year shall occur in the calendar year following the final adjustment year.

If an owners licensee that conducted gambling operations prior to January 1, 2019 expands its riverboat or casino, including, but not limited to, with respect to its gaming floor, additional non-gaming amenities such as restaurants, bars, and hotels and other additional facilities, and incurs construction and other costs related to such expansion from June 28, 2019 (the effective date of Public Act 101-31) until June 28, 2024 (the 5th anniversary of the effective date of Public Act 101-31), then for each \$15,000,000 spent for any such construction or other costs related to expansion paid by the owners licensee, the final adjustment year shall be extended by one year and the annual adjustment cap shall increase by 0.2% of adjusted gross receipts during each calendar year until and including the final adjustment year. No further modifications to the final adjustment year or annual adjustment cap shall be made after \$75,000,000 is incurred in construction or other costs related to expansion

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so that the final adjustment year shall not extend beyond the 9th calendar year after the initial adjustment year, not including the initial adjustment year, and the adjustment cap shall not exceed 4% of adjusted gross receipts in a particular calendar year. Construction and other costs related to expansion shall include all project related costs, including, but not limited to, all hard and soft costs, financing costs, on or off-site ground, road or utility work, cost of gaming equipment and all other personal property, initial fees assessed for each incremental gaming position, and the cost of incremental land acquired for such expansion. Soft costs shall include, but not be limited to, legal fees, architect, engineering and design costs, other consultant costs, insurance cost, permitting costs, and pre-opening costs related to the expansion, including, but not limited to, any of the following: marketing, real estate taxes, personnel, and out-of-pocket expenses, training, travel inventory, and other costs, and any other project related soft costs.

To be eligible for the tax credits in subsection (a-6), all construction contracts shall include a requirement that the contractor enter into a project labor agreement with the building and construction trades council with geographic jurisdiction of the location of the proposed gaming facility.

Notwithstanding any other provision of this subsection (a-7), this subsection (a-7) does not apply to an owners

- 1 licensee unless such owners licensee spends at
- \$15,000,000 on construction and other costs related to its 2
- expansion, excluding the initial fees assessed for each 3
- 4 incremental gaming position.
- 5 This subsection (a-7) does not apply to owners licensees
- authorized pursuant to subsection (e-5) of Section 7 of this 6
- 7 Act.
- 8 For purposes of this subsection (a-7):
- 9 "Building and construction trades council" means
- 10 organization representing multiple construction entities that
- 11 are monitoring or attentive to compliance with public or
- workers' safety laws, wage and hour requirements, or other 12
- 13 statutory requirements or that are making or maintaining
- 14 collective bargaining agreements.
- "Initial adjustment year" means the year commencing on 15
- 16 January 1 of the calendar year immediately following the
- 17 earlier of the following:
- (1) the commencement of gambling operations, either in 18
- 19 a temporary or permanent facility, with respect to the
- 20 owners license authorized under paragraph (1)
- subsection (e-5) of Section 7 of this Act; or 2.1
- 22 (2) June 28, 2021 (24 months after the effective date
- of Public Act 101-31); 23
- 24 provided the initial adjustment year shall not commence
- 25 earlier than June 28, 2020 (12 months after the effective date
- 26 of Public Act 101-31).

in this subsection (a-7).

1 "Final adjustment year" means the 2nd calendar year after the initial adjustment year, not including the initial 2 3 adjustment year, and as may be extended further as described

5 "Annual adjustment cap" means 3% of adjusted gross receipts in a particular calendar year, and as may be 6 increased further as otherwise described in this subsection 7

8 (a-7).

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Riverboat gambling operations conducted by a licensed manager on behalf of the State are not subject to the tax imposed under this Section.

(a-9) Beginning on January 1, 2020, the calculation of gross receipts or adjusted gross receipts, for the purposes of this Section, for a riverboat, a casino, or an organization gaming facility shall not include the dollar amount of non-cashable vouchers, coupons, and electronic promotions redeemed by wagerers upon the riverboat, in the casino, or in the organization gaming facility up to and including an amount not to exceed 20% of a riverboat's, a casino's, or an organization gaming facility's adjusted gross receipts.

The Illinois Gaming Board shall submit to the General Assembly a comprehensive report no later than March 31, 2023 detailing, at a minimum, the effect of removing non-cashable vouchers, coupons, and electronic promotions from this calculation on net gaming revenues to the State in calendar years 2020 through 2022, the increase or reduction in wagerers when the wagers were made.

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1 as a result of removing non-cashable vouchers, coupons, and

electronic promotions from this calculation, the effect of the

tax rates in subsection (a-5) on net gaming revenues to this

State, and proposed modifications to the calculation.

5 (a-10) The taxes imposed by this Section shall be paid by the licensed owner or the organization gaming licensee to the 6 Board not later than 5:00 o'clock p.m. of the day after the day 7

(a-15) If the privilege tax imposed under subsection (a-3) is no longer imposed pursuant to item (i) of the last paragraph of subsection (a-3), then by June 15 of each year, each owners licensee that licensee, other than an owners 1,000,000 persons or fewer in calendar year 2004, must, in addition to the payment of all amounts otherwise due under this Section, pay to the Board a reconciliation payment in the amount, if any, by which the licensed owner's base amount exceeds the amount of net privilege tax paid by the licensed owner to the Board in the then current State fiscal year. A licensed owner's net privilege tax obligation due for the balance of the State fiscal year shall be reduced up to the total of the amount paid by the licensed owner in its June 15 reconciliation payment. The obligation imposed by subsection (a-15) is binding on any person, firm, corporation, or other entity that acquires an ownership interest in any such owners license. The obligation imposed under this subsection (a-15) terminates on the earliest of: (i) July 1,

1 2007, (ii) the first day after the effective date of this amendatory Act of the 94th General Assembly that riverboat 2 gambling operations are conducted pursuant to a dormant 3 4 license, (iii) the first day that riverboat gambling 5 operations are conducted under the authority of an owners 6 license that is in addition to the 10 owners licenses initially authorized under this Act, or (iv) the first day 7 8 that a licensee under the Illinois Horse Racing Act of 1975 conducts gaming operations with slot machines or other 9 10 electronic gaming devices. The Board must reduce the 11 obligation imposed under this subsection (a-15) by an amount the Board deems reasonable for any of the following reasons: 12 13 (A) an act or acts of God, (B) an act of bioterrorism or 14 terrorism or a bioterrorism or terrorism threat that was 15 investigated by a law enforcement agency, or (C) a condition 16 beyond the control of the owners licensee that does not result from any act or omission by the owners licensee or any of its 17 18 agents and that poses a hazardous threat to the health and 19 safety of patrons. If an owners licensee pays an amount in 20 excess of its liability under this Section, the Board shall 2.1 apply the overpayment to future payments required under this Section. 22

For purposes of this subsection (a-15):

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"Act of God" means an incident caused by the operation of an extraordinary force that cannot be foreseen, that cannot be avoided by the exercise of due care, and for which no person

- 1 can be held liable.
- "Base amount" means the following: 2
- For a riverboat in Alton, \$31,000,000. 3
- 4 For a riverboat in East Peoria, \$43,000,000.
- 5 For the Empress riverboat in Joliet, \$86,000,000.
- For a riverboat in Metropolis, \$45,000,000. 6
- For the Harrah's riverboat in Joliet, \$114,000,000. 7
- For a riverboat in Aurora, \$86,000,000. 8
- 9 For a riverboat in East St. Louis, \$48,500,000.
- 10 For a riverboat in Elgin, \$198,000,000.
- 11 "Dormant license" has the meaning ascribed to it in
- subsection (a-3). 12
- "Net privilege tax" means all privilege taxes paid by a 13
- licensed owner to the Board under this Section, less all 14
- 15 payments made from the State Gaming Fund pursuant to
- 16 subsection (b) of this Section.
- The changes made to this subsection (a-15) by Public Act 17
- 94-839 are intended to restate and clarify the intent of 18
- 19 Public Act 94-673 with respect to the amount of the payments
- 20 required to be made under this subsection by an owners
- licensee to the Board. 2.1
- 22 (b) From the tax revenue from riverboat or casino gambling
- 23 deposited in the State Gaming Fund under this Section, an
- 24 amount equal to 5% of adjusted gross receipts generated by a
- 25 riverboat or a casino, other than a riverboat or casino
- designated in paragraph (1), (3), or (4) of subsection (e-5) 26

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of Section 7, shall be paid monthly, subject to appropriation by the General Assembly, to the unit of local government in which the casino is located or that is designated as the home dock of the riverboat. Notwithstanding anything to contrary, beginning on the first day that an owners licensee under paragraph (1), (2), (3), (4), (5), or (6) of subsection (e-5) of Section 7 conducts gambling operations, either in a temporary facility or a permanent facility, and for 2 years thereafter, a unit of local government designated as the home dock of a riverboat whose license was issued before January 1, 2019, other than a riverboat conducting gambling operations in the City of East St. Louis, shall not receive less under this subsection (b) than the amount the unit of local government received under this subsection (b) in calendar year 2018. Notwithstanding anything to the contrary and because the City of East St. Louis is a financially distressed city, beginning on the first day that an owners licensee under paragraph (1), (2), (3), (4), (5), or (6) of subsection (e-5) of Section 7 conducts gambling operations, either in a temporary facility or a permanent facility, and for 10 years thereafter, a unit of local government designated as the home dock of a riverboat conducting gambling operations in the City of East St. Louis shall not receive less under this subsection (b) than the amount the unit of local government received under this subsection (b) in calendar year 2018.

From the tax revenue deposited in the State Gaming Fund

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pursuant to riverboat or casino gambling operations conducted by a licensed manager on behalf of the State, an amount equal to 5% of adjusted gross receipts generated pursuant to those riverboat or casino gambling operations shall be paid monthly, subject to appropriation by the General Assembly, to the unit of local government that is designated as the home dock of the riverboat upon which those riverboat gambling operations are conducted or in which the casino is located.

From the tax revenue from riverboat or casino gambling deposited in the State Gaming Fund under this Section, an amount equal to 5% of the adjusted gross receipts generated by a riverboat designated in paragraph (3) of subsection (e-5) of Section 7 shall be divided and remitted monthly, subject to appropriation, as follows: 70% to Waukegan, 10% to Park City, 15% to North Chicago, and 5% to Lake County.

From the tax revenue from riverboat or casino gambling deposited in the State Gaming Fund under this Section, an amount equal to 5% of the adjusted gross receipts generated by a riverboat designated in paragraph (4) of subsection (e-5) of Section 7 shall be remitted monthly, subject to appropriation, as follows: 70% to the City of Rockford, 5% to the City of Loves Park, 5% to the Village of Machesney, and 20% to Winnebago County.

From the tax revenue from riverboat or casino gambling deposited in the State Gaming Fund under this Section, an amount equal to 5% of the adjusted gross receipts generated by

1 a riverboat designated in paragraph (5) of subsection (e-5) of 2 Section 7 shall be remitted monthly, subject to appropriation, as follows: 2% to the unit of local government in which the 3 4 riverboat or casino is located, and 3% shall be distributed: 5 (A) in accordance with a regional capital development plan 6 entered into by the following communities: Village of Beecher, City of Blue Island, Village of Burnham, City of Calumet City, 7 Village of Calumet Park, City of Chicago Heights, City of 8 9 Country Club Hills, Village of Crestwood, Village of Crete, 10 Village of Dixmoor, Village of Dolton, Village of East Hazel 11 Crest, Village of Flossmoor, Village of Ford Heights, Village of Glenwood, City of Harvey, Village of Hazel Crest, Village 12 13 of Homewood, Village of Lansing, Village of Lynwood, City of 14 Markham, Village of Matteson, Village of Midlothian, Village 15 of Monee, City of Oak Forest, Village of Olympia Fields, 16 Village of Orland Hills, Village of Orland Park, City of Palos Heights, Village of Park Forest, Village of Phoenix, Village 17 of Posen, Village of Richton Park, Village of Riverdale, 18 Village of Robbins, Village of Sauk Village, Village of South 19 20 Chicago Heights, Village of South Holland, Village of Steger, Village of Thornton, Village of Tinley Park, Village of 21 University Park and Village of Worth; or (B) if no regional 22 capital development plan exists, equally among the communities 23 24 listed in item (A) to be used for capital expenditures or 25 public pension payments, or both.

Units of local government may refund any portion of the

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1 payment that they receive pursuant to this subsection (b) to the riverboat or casino. 2

(b-4) Beginning on the first day the licensee under paragraph (5) of subsection (e-5) of Section 7 conducts gambling operations, either in a temporary facility or a permanent facility, and ending on July 31, 2042, from the tax revenue deposited in the State Gaming Fund under this Section, \$5,000,000 shall be paid annually, subject to appropriation, to the host municipality of that owners licensee of a license issued or re-issued pursuant to Section 7.1 of this Act before January 1, 2012. Payments received by the host municipality pursuant to this subsection (b-4) may not be shared with any other unit of local government.

(b-5) Beginning on June 28, 2019 (the effective date of Public Act 101-31), from the tax revenue deposited in the State Gaming Fund under this Section, an amount equal to 3% of adjusted gross receipts generated by each organization gaming facility located outside Madison County shall be paid monthly, subject to appropriation by the General Assembly, to a municipality other than the Village of Stickney in which each organization gaming facility is located or, if organization gaming facility is not located within municipality, to the county in which the organization gaming facility is located, except as otherwise provided in this Section. From the tax revenue deposited in the State Gaming Fund under this Section, an amount equal to 3% of adjusted

- 1 gross receipts generated by an organization gaming facility
- 2 located in the Village of Stickney shall be paid monthly,
- 3 subject to appropriation by the General Assembly, as follows:
- 4 25% to the Village of Stickney, 5% to the City of Berwyn, 50%
- 5 to the Town of Cicero, and 20% to the Stickney Public Health
- 6 District.
- 7 From the tax revenue deposited in the State Gaming Fund
- 8 under this Section, an amount equal to 5% of adjusted gross
- 9 receipts generated by an organization gaming facility located
- in the City of Collinsville shall be paid monthly, subject to
- appropriation by the General Assembly, as follows: 30% to the
- 12 City of Alton, 30% to the City of East St. Louis, and 40% to
- the City of Collinsville.
- 14 Municipalities and counties may refund any portion of the
- 15 payment that they receive pursuant to this subsection (b-5) to
- the organization gaming facility.
- 17 (b-6) Beginning on June 28, 2019 (the effective date of
- Public Act 101-31), from the tax revenue deposited in the
- 19 State Gaming Fund under this Section, an amount equal to 2% of
- 20 adjusted gross receipts generated by an organization gaming
- 21 facility located outside Madison County shall be paid monthly,
- 22 subject to appropriation by the General Assembly, to the
- 23 county in which the organization gaming facility is located
- for the purposes of its criminal justice system or health care
- 25 system.
- Counties may refund any portion of the payment that they

1 receive pursuant to this subsection (b-6) to the organization 2 gaming facility.

3 (b-7) From the tax revenue from the organization gaming licensee located in one of the following townships of Cook 4 5 County: Bloom, Bremen, Calumet, Orland, Rich, Thornton, or 6 Worth, an amount equal to 5% of the adjusted gross receipts generated by that organization gaming licensee shall be 7 remitted monthly, subject to appropriation, as follows: 2% to 8 9 the unit of local government in which the organization gaming 10 licensee is located, and 3% shall be distributed: (A) in 11 accordance with a regional capital development plan entered into by the following communities: Village of Beecher, City of 12 13 Blue Island, Village of Burnham, City of Calumet City, Village of Calumet Park, City of Chicago Heights, City of Country Club 14 15 Hills, Village of Crestwood, Village of Crete, Village of Dixmoor, Village of Dolton, Village of East Hazel Crest, 16 Village of Flossmoor, Village of Ford Heights, Village of 17 Glenwood, City of Harvey, Village of Hazel Crest, Village of 18 Homewood, Village of Lansing, Village of Lynwood, City of 19 20 Markham, Village of Matteson, Village of Midlothian, Village of Monee, City of Oak Forest, Village of Olympia Fields, 21 Village of Orland Hills, Village of Orland Park, City of Palos 22 Heights, Village of Park Forest, Village of Phoenix, Village 23 24 of Posen, Village of Richton Park, Village of Riverdale, 25 Village of Robbins, Village of Sauk Village, Village of South 26 Chicago Heights, Village of South Holland, Village of Steger,

- Village of Thornton, Village of Tinley Park, Village of 1
- 2 University Park, and Village of Worth; or (B) if no regional
- capital development plan exists, equally among the communities 3
- 4 listed in item (A) to be used for capital expenditures or
- 5 public pension payments, or both.
- 6 (b-8) In lieu of the payments under subsection (b) of this
- Section, from the tax revenue deposited in the State Gaming 7
- Fund pursuant to riverboat or casino gambling operations 8
- 9 conducted by an owners licensee under paragraph (1) of
- 10 subsection (e-5) of Section 7, an amount equal to the tax
- 11 revenue generated from the privilege tax imposed by paragraph
- (2) of subsection (a-5) that is to be paid to the City of 12
- 13 Chicago shall be paid monthly, subject to appropriation by the
- 14 General Assembly, as follows: (1) an amount equal to 0.5% of
- 15 the annual adjusted gross receipts generated by the owners
- 16 licensee under paragraph (1) of subsection (e-5) of Section 7
- to the home rule county in which the owners licensee is located 17
- for the purpose of enhancing the county's criminal justice 18
- system; and (2) the balance to the City of Chicago and shall be 19
- 20 expended or obligated by the City of Chicago for pension
- 21 payments in accordance with Public Act 99-506.
- 22 (c) Appropriations, as approved by the General Assembly,
- 23 may be made from the State Gaming Fund to the Board (i) for the
- 24 administration and enforcement of this Act and the Video
- 25 Gaming Act, (ii) for distribution to the Department of State
- 26 Police and to the Department of Revenue for the enforcement of

- 1 this Act and the Video Gaming Act, and (iii) to the Department
- of Human Services for the administration of programs to treat
- 3 problem gambling, including problem gambling from sports
- 4 wagering. The Board's annual appropriations request must
- 5 separately state its funding needs for the regulation of
- 6 gaming authorized under Section 7.7, riverboat gaming, casino
- 7 gaming, video gaming, and sports wagering.
- 8 (c-2) An amount equal to 2% of the adjusted gross receipts
- 9 generated by an organization gaming facility located within a
- 10 home rule county with a population of over 3,000,000
- inhabitants shall be paid, subject to appropriation from the
- 12 General Assembly, from the State Gaming Fund to the home rule
- 13 county in which the organization gaming licensee is located
- 14 for the purpose of enhancing the county's criminal justice
- 15 system.
- 16 (c-3) Appropriations, as approved by the General Assembly,
- 17 may be made from the tax revenue deposited into the State
- 18 Gaming Fund from organization gaming licensees pursuant to
- 19 this Section for the administration and enforcement of this
- 20 Act.
- 21 (c-4) After payments required under subsections (b),
- (b-5), (b-6), (b-7), (c), (c-2), and (c-3) have been made from
- 23 the tax revenue from organization gaming licensees deposited
- 24 into the State Gaming Fund under this Section, all remaining
- 25 amounts from organization gaming licensees shall be
- transferred into the Capital Projects Fund.

(c-5) (Blank).

(c-10) Each year the General Assembly shall appropriate from the General Revenue Fund to the Education Assistance Fund an amount equal to the amount paid into the Horse Racing Equity Fund pursuant to subsection (c-5) in the prior calendar year.

(c-15) After the payments required under subsections (b), (c), and (c-5) have been made, an amount equal to 2% of the adjusted gross receipts of (1) an owners licensee that relocates pursuant to Section 11.2, (2) an owners licensee conducting riverboat gambling operations pursuant to an owners license that is initially issued after June 25, 1999, or (3) the first riverboat gambling operations conducted by a licensed manager on behalf of the State under Section 7.3, whichever comes first, shall be paid, subject to appropriation from the General Assembly, from the State Gaming Fund to each home rule county with a population of over 3,000,000 inhabitants for the purpose of enhancing the county's criminal justice system.

(c-20) Each year the General Assembly shall appropriate from the General Revenue Fund to the Education Assistance Fund an amount equal to the amount paid to each home rule county with a population of over 3,000,000 inhabitants pursuant to subsection (c-15) in the prior calendar year.

(c-21) After the payments required under subsections (b), (b-4), (b-5), (b-6), (b-7), (b-8), (c), (c-3), and (c-4) have been made, an amount equal to 0.5% of the adjusted gross

- 1 receipts generated by the owners licensee under paragraph (1)
- of subsection (e-5) of Section 7 shall be paid monthly,
- 3 subject to appropriation from the General Assembly, from the
- 4 State Gaming Fund to the home rule county in which the owners
- 5 licensee is located for the purpose of enhancing the county's
- 6 criminal justice system.
- 7 (c-22) After the payments required under subsections (b),
- (b-4), (b-5), (b-6), (b-7), (b-8), (c), (c-3), (c-4), and
- 9 (c-21) have been made, an amount equal to 2% of the adjusted
- 10 gross receipts generated by the owners licensee under
- 11 paragraph (5) of subsection (e-5) of Section 7 shall be paid,
- 12 subject to appropriation from the General Assembly, from the
- 13 State Gaming Fund to the home rule county in which the owners
- 14 licensee is located for the purpose of enhancing the county's
- 15 criminal justice system.
- 16 (c-25) From July 1, 2013 and each July 1 thereafter
- through July 1, 2019, \$1,600,000 shall be transferred from the
- 18 State Gaming Fund to the Chicago State University Education
- 19 Improvement Fund.
- 20 On July 1, 2020 and each July 1 thereafter, \$3,000,000
- 21 shall be transferred from the State Gaming Fund to the Chicago
- 22 State University Education Improvement Fund.
- 23 (c-30) On July 1, 2013 or as soon as possible thereafter,
- \$92,000,000 shall be transferred from the State Gaming Fund to
- 25 the School Infrastructure Fund and \$23,000,000 shall be
- 26 transferred from the State Gaming Fund to the Horse Racing

- 1 Equity Fund.
- (c-35) Beginning on July 1, 2013, in addition to any 2
- amount transferred under subsection (c-30) of this Section, 3
- 4 \$5,530,000 shall be transferred monthly from the State Gaming
- 5 Fund to the School Infrastructure Fund.
- 6 (d) From time to time, through June 30, 2021, the Board
- shall transfer the remainder of the funds generated by this 7
- 8 Act into the Education Assistance Fund, created by Public Act
- 9 86-0018, of the State of Illinois.
- 10 (d-5) Beginning on July 1, 2021, on the last day of each
- month, or as soon thereafter as possible, after all the 11
- required expenditures, distributions and transfers have been 12
- 13 made from the State Gaming Fund for the month pursuant to
- 14 subsections (b) through (c-35), the Board shall transfer
- 15 \$22,500,000, along with any deficiencies in such amounts from
- 16 prior months, from the State Gaming Fund to the Education
- Assistance Fund; then the Board shall transfer the remainder 17
- of the funds generated by this Act, if any, from the State 18
- 19 Gaming Fund to the Capital Projects Fund.
- 20 (e) Nothing in this Act shall prohibit the unit of local
- government designated as the home dock of the riverboat from 2.1
- 22 entering into agreements with other units of local government
- 23 in this State or in other states to share its portion of the
- 24 tax revenue.
- 25 (f) To the extent practicable, the Board shall administer
- 26 and collect the wagering taxes imposed by this Section in a

- manner consistent with the provisions of Sections 4, 5, 5a, 1
- 5b, 5c, 5d, 5e, 5f, 5g, 5i, 5j, 6, 6a, 6b, 6c, 8, 9, and 10 of 2
- the Retailers' Occupation Tax Act and Section 3-7 of the 3
- 4 Uniform Penalty and Interest Act.
- 5 (Source: P.A. 101-31, Article 25, Section 25-910, eff.
- 6 6-28-19; 101-31, Article 35, Section 35-55, eff. 6-28-19;
- 101-648, eff. 6-30-20.) 7
- 8 Section 25. The Raffles and Poker Runs Act is amended by
- 9 changing Sections 1 and 2 as follows:
- (230 ILCS 15/1) (from Ch. 85, par. 2301) 10
- 11 Sec. 1. Definitions. For the purposes of this Act the
- 12 terms defined in this Section have the meanings given them.
- 13 "Fire protection agency" means: (1) an agency of this
- State, unit of local government, or intergovernmental mutual 14
- aid entity that is vested by law or intergovernmental 15
- agreement with the duty and authority to provide public fire 16
- 17 suppression, rescue, or emergency medical services; or (2) an
- 18 organization that provides support or assistance to an agency
- 19 of this State, unit of local government, or intergovernmental
- 20 mutual aid entity that is vested by law or intergovernmental
- 21 agreement with the duty and authority to provide public fire
- suppression, rescue, or emergency medical services. 22
- 23 "Key location" means:
- 24 (1) For a poker run, the location where the poker run

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- concludes and the prizes are awarded. 1
- (2) For a raffle, the location where the winning 2 chances in the raffle are determined. 3

4 "Law enforcement agency" means an agency of this State or 5 a unit of local government in this State that is vested by law or ordinance with the duty to maintain public order and to 6 enforce criminal laws or ordinances. 7

"Net proceeds" means the gross receipts from the conduct of raffles, less reasonable sums expended for prizes, local license fees and other operating expenses incurred as a result of operating a raffle or poker run.

"Poker run" means a prize-awarding event organized by an organization licensed under this Act in which participants travel to multiple predetermined locations, including a key location, to play a randomized game based on an element of chance. "Poker run" includes dice runs, marble runs, or other events where the objective is to build the best hand or highest score by obtaining an item or playing a randomized game at each location.

"Raffle" means a form of lottery, as defined in subsection (b) of Section 28-2 of the Criminal Code of 2012, conducted by an organization licensed under this Act, in which:

(1) the player pays or agrees to pay something of value for a chance, represented and differentiated by a number or by a combination of numbers or by some other medium, one or more of which chances is to be designated

1 the winning chance; and

(2) the winning chance is to be determined through a drawing or by some other method based on an element of chance by an act or set of acts on the part of persons conducting or connected with the lottery, except that the winning chance shall not be determined by the outcome of a publicly exhibited sporting contest.

"Raffle" does not include any game designed to simulate:

(1) gambling games as defined in the <u>Illinois</u> Riverboat

Gambling Act, (2) any casino game approved for play by the

Illinois Gaming Board, (3) any games provided by a video

gaming terminal, as defined in the Video Gaming Act, or (4) a

savings promotion raffle authorized under Section 5g of the

Illinois Banking Act, Section 7008 of the Savings Bank Act,

Section 42.7 of the Illinois Credit Union Act, Section 5136B

of the National Bank Act, or Section 4 of the Home Owners' Loan

Act.

18 (Source: P.A. 101-109, eff. 7-19-19; revised 12-9-19.)

19 (230 ILCS 15/2) (from Ch. 85, par. 2302)

Sec. 2. Licensing.

(a) The governing body of any county or municipality within this State may establish a system for the licensing of organizations to operate raffles. The governing bodies of a county and one or more municipalities may, pursuant to a written contract, jointly establish a system for the licensing

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of organizations to operate raffles within any area of contiguous territory not contained within the corporate limits of a municipality which is not a party to such contract. The governing bodies of two or more adjacent counties or two or more adjacent municipalities located within a county may, pursuant to a written contract, jointly establish a system for the licensing of organizations to operate raffles within the corporate limits of such counties or municipalities. The licensing authority may establish special categories of licenses and promulgate rules relating to the various categories. The licensing system shall provide for limitations (1) the aggregate retail value of all prizes or merchandise awarded by a licensee in a single raffle, if any, (2) the maximum retail value of each prize awarded by a licensee in a single raffle, if any, (3) the maximum price which may be charged for each raffle chance issued or sold, if any L and (4) the maximum number of days during which chances may be issued or sold, if any. The licensing system may include a fee for each license in an amount to be determined by the local governing body. Licenses issued pursuant to this Act shall be valid for one raffle or for a specified number of raffles to be conducted during a specified period not to exceed one year and may be suspended or revoked for any violation of this Act. A local governing body shall act on a license application within 30 days from the date application. A county or municipality may adopt rules or

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ordinances for the operation of raffles that are consistent with this Act. Raffles shall be licensed by the governing body of the municipality with jurisdiction over the key location or, if no municipality has jurisdiction over the key location, then by the governing body of the county with jurisdiction over the key location. A license shall authorize the holder of such license to sell raffle chances throughout the State, including beyond the borders of the licensing municipality or county.

(a-5) The governing body of Cook County may and any other county within this State shall establish a system for the organizations to operate poker runs. licensing of governing bodies of 2 or more adjacent counties may, pursuant to a written contract, jointly establish a system for the licensing of organizations to operate poker runs within the corporate limits of such counties. The licensing authority may establish special categories of licenses and adopt rules relating to the various categories. The licensing system may include a fee not to exceed \$25 for each license. Licenses issued pursuant to this Act shall be valid for one poker run or for a specified number of poker runs to be conducted during a specified period not to exceed one year and may be suspended or revoked for any violation of this Act. A local governing body shall act on a license application within 30 days after the date of application.

(b) Raffle licenses shall be issued only: (1) to bona fide

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religious, charitable, labor, business, fraternal, educational, veterans', or other bona fide not-for-profit organizations that operate without profit to their members and which have been in existence continuously for a period of 5 years immediately before making application for a raffle license and which have during that entire 5-year period been engaged in carrying out their objects, (2) or to a non-profit fundraising organization that the licensing authority determines is organized for the sole purpose of providing financial assistance to an identified individual or group of individuals suffering extreme financial hardship as the result of an illness, disability, accident, or disaster, (3) or to any law enforcement agencies and associations that represent law enforcement officials, or (4) to any fire protection agencies and associations that represent fire protection officials. Poker run licenses shall be issued only to bona fide religious, charitable, labor, business, fraternal, educational, veterans', or other bona fide not-for-profit organizations that operate without profit to their members and which have been in existence continuously for a period of 5 years immediately before making application for a poker run license and which have during that entire 5-year period been engaged in carrying out their objects. Licenses for poker runs shall be issued for the following purposes: (i) providing financial assistance to an identified individual or group of individuals suffering extreme financial hardship as the result

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1 of an illness, disability, accident, or disaster or (ii) to maintain the financial stability of the organization. A 2 licensing authority may waive the 5-year requirement under 3 4 this subsection (b) for a bona fide religious, charitable, 5 business, fraternal, educational, or veterans' organization that applies for a license to conduct a raffle or 6 a poker run if the organization is a local organization that is 7 affiliated with and chartered by a national or 8 9 organization that meets the 5-year requirement.

For purposes of this Act, the following definitions apply. Non-profit: An organization or institution organized and conducted on a not-for-profit basis with no personal profit inuring to any one as a result of the operation. Charitable: An organization or institution organized and operated to benefit an indefinite number of the public. The service rendered to those eligible for benefits must also confer some benefit on the public. Educational: An organization or institution organized and operated to provide systematic instruction in useful branches of learning by methods common to schools and institutions of learning which compare favorably in their scope and intensity with the course of study presented in tax-supported schools. Religious: Any church, congregation, society, or organization founded for the purpose of religious worship. Fraternal: An organization of persons having a common interest, the primary interest of which is to both promote the welfare of its members and to provide assistance to the

1 general public in such a way as to lessen the burdens of government by caring for those that otherwise would be cared 2 3 for by the government. Veterans: An organization 4 association comprised of members of which substantially all 5 are individuals who are veterans or spouses, widows, or widowers of veterans, the primary purpose of which is to 6 promote the welfare of its members and to provide assistance 7 8 to the general public in such a way as to confer a public benefit. Labor: An organization composed of workers organized 9 10 with the objective of betterment of the conditions of those 11 engaged in such pursuit and the development of a higher degree of efficiency in their respective occupations. Business: A 12 13 voluntary organization composed of individuals and businesses 14 who have joined together to advance the commercial, financial,

Section 30. The Video Gaming Act is amended by changing Sections 5, 25, 27, 30, 45, and 65 and by adding Section 90 as

(Source: P.A. 100-201, eff. 8-18-17; 101-109, eff. 7-19-19;

industrial and civic interests of a community.

20 follows:

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- 21 (230 ILCS 40/5)
- 22 Sec. 5. Definitions. As used in this Act:

101-360, eff. 1-1-20; revised 9-9-19.)

- "Board" means the Illinois Gaming Board.
- "Credit" means one, 5, 10, or 25 cents either won or

- 1 purchased by a player.
- 2 "Distributor" means an individual, partnership,
- 3 corporation, or limited liability company licensed under this
- 4 Act to buy, sell, lease, or distribute video gaming terminals
- or major components or parts of video gaming terminals to or
- 6 from terminal operators.
- 7 "Electronic card" means a card purchased from a licensed
- 8 establishment, licensed fraternal establishment, licensed
- 9 veterans establishment, licensed truck stop establishment, or
- 10 licensed large truck stop establishment for use in that
- 11 establishment as a substitute for cash in the conduct of
- 12 gaming on a video gaming terminal.
- "Electronic voucher" means a voucher printed by an
- 14 electronic video game machine that is redeemable in the
- 15 licensed establishment for which it was issued.
- "In-location bonus jackpot" means one or more video gaming
- 17 terminals at a single licensed establishment that allows for
- 18 wagers placed on such video gaming terminals to contribute to
- a cumulative maximum jackpot of up to \$10,000.
- "Terminal operator" means an individual, partnership,
- 21 corporation, or limited liability company that is licensed
- 22 under this Act and that owns, services, and maintains video
- 23 gaming terminals for placement in licensed establishments,
- licensed truck stop establishments, licensed large truck stop
- 25 establishments, licensed fraternal establishments, or licensed
- veterans establishments.

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"Licensed technician" means an individual who is licensed 1 under this Act to repair, service, and maintain video gaming 2 terminals. 3

"Licensed terminal handler" means a person, including but not limited to an employee or independent contractor working for a manufacturer, distributor, supplier, technician, or terminal operator, who is licensed under this Act to possess or control a video gaming terminal or to have access to the inner workings of a video gaming terminal. A licensed terminal handler does not include an individual, partnership, corporation, or limited liability company defined as a manufacturer, distributor, supplier, technician, or terminal operator under this Act.

"Manufacturer" means an individual, partnership, corporation, or limited liability company that is licensed under this Act and that manufactures or assembles video gaming terminals.

"Supplier" means an individual, partnership, corporation, or limited liability company that is licensed under this Act to supply major components or parts to video gaming terminals to licensed terminal operators.

22 "Net terminal income" means money put into a video gaming 23 terminal minus credits paid out to players.

"Video gaming terminal" means any electronic video game machine that, upon insertion of cash, electronic cards or vouchers, or any combination thereof, is available to play or

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1 simulate the play of a video game, including but not limited to video poker, line up, and blackjack, as authorized by the 2 3 Board utilizing a video display and microprocessors in which 4 the player may receive free games or credits that can be 5 redeemed for cash. The term does not include a machine that directly dispenses coins, cash, or tokens or is for amusement 6 7 purposes only.

"Licensed establishment" any licensed means establishment where alcoholic liquor is drawn, poured, mixed, or otherwise served for consumption on the premises, whether the establishment operates on a nonprofit or for-profit basis. "Licensed establishment" includes any such establishment that has a contractual relationship with an inter-track wagering location licensee licensed under the Illinois Horse Racing Act of 1975, provided any contractual relationship shall not include any transfer or offer of revenue from the operation of video gaming under this Act to any licensee licensed under the Illinois Horse Racing Act of 1975. Provided, however, that the licensed contractual establishment that has such а relationship with an inter-track wagering location licensee may not, itself, be (i) an inter-track wagering location licensee, (ii) the corporate parent or subsidiary of any licensee licensed under the Illinois Horse Racing Act of 1975, or (iii) the corporate subsidiary of a corporation that is also the corporate parent or subsidiary of any licensee licensed under the Illinois Horse Racing Act of 1975.

- 1 "Licensed establishment" does not include a facility operated
- by an organization licensee, an inter-track wagering licensee,
- or an inter-track wagering location licensee licensed under 3
- 4 the Illinois Horse Racing Act of 1975 or a riverboat licensed
- 5 under the Illinois Gambling Act, except as provided in this
- paragraph. The changes made to this definition by Public Act 6
- 98-587 are declarative of existing law. 7
- "Licensed fraternal establishment" means the location
- 9 where a qualified fraternal organization that derives its
- 10 charter from a national fraternal organization regularly
- 11 meets.
- "Licensed veterans establishment" means the location where 12
- 13 a qualified veterans organization that derives its charter
- 14 from a national veterans organization regularly meets.
- 15 "Licensed truck stop establishment" means a facility (i)
- 16 that is at least a 3-acre facility with a convenience store,
- (ii) with separate diesel islands for fueling commercial motor 17
- vehicles, (iii) that sells at retail more than 10,000 gallons 18
- 19 of diesel or biodiesel fuel per month, and (iv) with parking
- 20 spaces for commercial motor vehicles. "Commercial motor
- vehicles" has the same meaning as defined in Section 18b-101 2.1
- 22 of the Illinois Vehicle Code. The requirement of item (iii) of
- 23 this paragraph may be met by showing that estimated future
- 24 sales or past sales average at least 10,000 gallons per month.
- 25 "Licensed large truck stop establishment" means a facility
- located within 3 road miles from a freeway interchange, as 26

- 1 measured in accordance with the Department of Transportation's rules regarding the criteria for the installation of business 2 signs: (i) that is at least a 3-acre facility with a 3 4 convenience store, (ii) with separate diesel islands for 5 fueling commercial motor vehicles, (iii) that sells at retail 6 more than 50,000 gallons of diesel or biodiesel fuel per month, and (iv) with parking spaces for commercial motor 7 vehicles. "Commercial motor vehicles" has the same meaning as 8 9 defined in Section 18b-101 of the Illinois Vehicle Code. The 10 requirement of item (iii) of this paragraph may be met by 11 showing that estimated future sales or past sales average at least 50,000 gallons per month. 12
- 13 "Sales agent and broker" means an individual, partnership, 14 corporation, limited liability company, or other business 15 entity engaged in the solicitation or receipt of business from current or potential licensed establishments, licensed 16 fraternal establishments, licensed veterans establishments, 17 <u>licensed truck stop establishments</u>, or <u>licensed</u> large truck 18 19 stop establishments either on an employment or contractual 20 basis.
- (Source: P.A. 101-31, eff. 6-28-19.) 2.1
- 22 (230 ILCS 40/25)
- 23 Sec. 25. Restriction of licensees.
- 24 (a) Manufacturer. A person may not be licensed as a 25 manufacturer of a video gaming terminal in Illinois unless the

- 1 person has a valid manufacturer's license issued under this
- 2 Act. A manufacturer may only sell video gaming terminals for
- 3 use in Illinois to persons having a valid distributor's
- 4 license.
- 5 (b) Distributor. A person may not sell, distribute, or
- 6 lease or market a video gaming terminal in Illinois unless the
- 7 person has a valid distributor's license issued under this
- 8 Act. A distributor may only sell video gaming terminals for
- 9 use in Illinois to persons having a valid distributor's or
- 10 terminal operator's license.
- 11 (c) Terminal operator. A person may not own, maintain, or
- 12 place a video gaming terminal unless he has a valid terminal
- operator's license issued under this Act. A terminal operator
- 14 may only place video gaming terminals for use in Illinois in
- 15 licensed establishments, licensed truck stop establishments,
- licensed large truck stop establishments, licensed fraternal
- 17 establishments, and licensed veterans establishments. No
- 18 terminal operator may give anything of value, including but
- 19 not limited to a loan or financing arrangement, to a licensed
- 20 establishment, licensed truck stop establishment, licensed
- 21 large truck stop establishment, licensed fraternal
- 22 establishment, or licensed veterans establishment as any
- 23 incentive or inducement to locate video terminals in that
- 24 establishment. Of the after-tax profits from a video gaming
- terminal, 50% shall be paid to the terminal operator and 50%
- 26 shall be paid to the licensed establishment, licensed truck

- 1 stop establishment, licensed large truck stop establishment,
- licensed fraternal establishment, or 2 licensed veterans
- establishment, notwithstanding any agreement to the contrary. 3
- 4 A video terminal operator that violates one or
- 5 requirements of this subsection is guilty of a Class 4 felony
- and is subject to termination of his or her license by the 6
- 7 Board.
- Licensed technician. A person may not service, 8
- 9 maintain, or repair a video gaming terminal in this State
- 10 unless he or she (1) has a valid technician's license issued
- 11 under this Act, (2) is a terminal operator, or (3) is employed
- by a terminal operator, distributor, or manufacturer. 12
- 13 (d-5) Licensed terminal handler. No person, including, but
- 14 not limited to, an employee or independent contractor working
- 15 for a manufacturer, distributor, supplier, technician, or
- 16 terminal operator licensed pursuant to this Act, shall have
- possession or control of a video gaming terminal, or access to 17
- the inner workings of a video gaming terminal, unless that 18
- person possesses a valid terminal handler's license issued 19
- 20 under this Act.
- (d-10) Solicitation of use agreements. A person may not 2.1
- 22 solicit the signing of a use agreement on behalf of a terminal
- 23 operator or enter into a use agreement as agent of a terminal
- 24 operator unless that person either has a valid sales agent and
- 25 broker license issued under this Act or owns, manages, or
- 26 significantly influences or controls the terminal operator.

- 1 (e) Licensed establishment. No video gaming terminal may be placed in any licensed establishment, licensed veterans establishment, licensed truck stop establishment, licensed 3 4 large truck stop establishment, or licensed fraternal 5 establishment unless the owner or agent of the owner of the licensed establishment, licensed veterans establishment, 6 licensed truck stop establishment, licensed large truck stop 7 8 establishment, or licensed fraternal establishment has entered 9 into a written use agreement with the terminal operator for 10 placement of the terminals. A copy of the use agreement shall 11 be on file in the terminal operator's place of business and available for inspection by individuals authorized by the 12 13 Board. A licensed establishment, licensed truck 14 establishment, licensed veterans establishment, or licensed 15 fraternal establishment may operate up to 6 video gaming 16 terminals on its premises at any time. A licensed large truck stop establishment may operate up to 10 video gaming terminals 17 18 on its premises at any time.
- 19 (f) (Blank).
- 20 (q) Financial interest restrictions. As used in this Act, "substantial interest" in a partnership, a corporation, an 2.1 22 organization, an association, a business, or a limited 23 liability company means:
- 24 (A) When, with respect to a sole proprietorship, an 25 individual or his or her spouse owns, operates, manages, or conducts, directly or indirectly, the organization, 26

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association, or business, or any part thereof; or

- (B) When, with respect to a partnership, individual or his or her spouse shares in any of the profits, or potential profits, of the partnership activities; or
- (C) When, with respect to a corporation, an individual or his or her spouse is an officer or director, or the individual or his or her spouse is a holder, directly or beneficially, of 5% or more of any class of stock of the corporation; or
- (D) When, with respect to an organization not covered in (A), (B) or (C) above, an individual or his or her spouse is an officer or manages the business affairs, or the individual or his or her spouse is the owner of or otherwise controls 10% or more of the assets of the organization; or
- (E) When an individual or his or her spouse furnishes 5% or more of the capital, whether in cash, goods, or services, for the operation of any business, association, or organization during any calendar year; or
- (F) When, with respect to a limited liability company, an individual or his or her spouse is a member, or the individual or his or her spouse is a holder, directly or beneficially, of 5% or more of the membership interest of the limited liability company.
- For purposes of this subsection (g), "individual" includes

- all individuals or their spouses whose combined interest would 1
- qualify as a substantial interest under this subsection (q)
- 3 and whose activities with respect to an organization,
- association, or business are so closely aligned or coordinated
- 5 as to constitute the activities of a single entity.
- Location restriction. A licensed establishment, 6 licensed truck stop establishment, licensed large truck stop 7 establishment, licensed fraternal establishment, or licensed 9 veterans establishment that is (i) located within 1,000 feet 10 of a facility operated by an organization licensee licensed 11 under the Illinois Horse Racing Act of 1975 or the home dock of a riverboat licensed under the Illinois Gambling Act or (ii) 12 13 located within 100 feet of a school or a place of worship under 14 the Religious Corporation Act, is ineligible to operate a 15 video gaming terminal. The location restrictions in this 16 subsection (h) do not apply if (A) a facility operated by an organization licensee, a school, or a place of worship moves 17 to or is established within the restricted area after a 18 19 licensed establishment, licensed truck stop establishment, 20 licensed large truck stop establishment, licensed fraternal establishment, or licensed veterans establishment becomes 2.1 22 licensed under this Act or (B) a school or place of worship 23 moves to or is established within the restricted area after a 24 licensed establishment, licensed truck stop establishment, 25 licensed large truck stop establishment, licensed fraternal

establishment, or licensed veterans establishment obtains its

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1 original liquor license. For the purpose of this subsection, 2 "school" means an elementary or secondary public school, or an

elementary or secondary private school registered with or

recognized by the State Board of Education.

Notwithstanding the provisions of this subsection (h), the Board may waive the requirement that a licensed establishment, licensed truck stop establishment, licensed large truck stop establishment, licensed fraternal establishment, or licensed veterans establishment not be located within 1,000 feet from a facility operated by an organization licensee licensed under the Illinois Horse Racing Act of 1975 or the home dock of a riverboat licensed under the Illinois Gambling Act. The Board shall not grant such waiver if there is any common ownership or control, shared business activity, or contractual arrangement of any type between the establishment and the organization licensee or owners licensee of a riverboat. The Board shall adopt rules to implement the provisions of this paragraph.

(h-5) Restrictions on licenses in malls. The Board shall not grant an application to become a licensed video gaming location if the Board determines that granting the application would more likely than not cause a terminal operator, individually or in combination with other terminal operators, licensed video gaming location, or other person or entity, to operate the video gaming terminals in 2 or more licensed video gaming locations as a single video gaming operation.

(1) In making determinations under this subsection

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1	(h-5),	factors	to	be	consid	lered	рÀ	the	Board	shall
2	include,	but not	be	limit	ted to,	the	follo	wing:		

- (A) the physical aspects of the location;
- 4 (B) the ownership, control, or management of the 5 location;
 - any arrangements, understandings, (C) agreements, written or otherwise, among or involving any persons or entities that involve the conducting of any video gaming business or the sharing of costs or revenues; and
 - (D) the manner in which any terminal operator or other related entity markets, advertises, or otherwise describes any location or locations to any other person or entity or to the public.
 - (2) The Board shall presume, subject to rebuttal, that the granting of an application to become a licensed video gaming location within a mall will cause a terminal operator, individually or in combination with other persons or entities, to operate the video gaming terminals in 2 or more licensed video gaming locations as a single video gaming operation if the Board determines that granting the license would create a local concentration of licensed video gaming locations.
- 24 For the purposes of this subsection (h-5):
- "Mall" means a building, or adjoining or connected 25 26 buildings, containing 4 or more separate locations.

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"Video gaming operation" means the conducting of video 1 gaming and all related activities. 2

"Location" means a space within a mall containing a separate business, a place for a separate business, or a place subject to a separate leasing arrangement by the mall owner.

"Licensed video gaming location" means а licensed establishment, licensed fraternal establishment, veterans establishment, licensed truck stop establishment, or licensed large truck stop.

"Local concentration of licensed video gaming locations" means that the combined number of licensed video gaming locations within a mall exceed half of the separate locations within the mall.

economic concentration. In (i) Undue addition to considering all other requirements under this Act, in deciding whether to approve the operation of video gaming terminals by a terminal operator in a location, the Board shall consider the impact of any economic concentration of such operation of video gaming terminals. The Board shall not allow a terminal operator to operate video gaming terminals if the Board determines such operation will result in undue economic concentration. For purposes of this Section, "undue economic concentration" means that a terminal operator would have such actual or potential influence over video gaming terminals in Illinois as to:

(1) substantially impede or suppress competition among

- 1 terminal operators;
- 2 (2) adversely impact the economic stability of the video gaming industry in Illinois; or
- 4 (3) negatively impact the purposes of the Video Gaming 5 Act.

The Board shall adopt rules concerning undue economic 6 concentration with respect to the operation of video gaming 7 terminals in Illinois. The rules shall include, but not be 8 9 limited to, (i) limitations on the number of video gaming 10 terminals operated by any terminal operator within a defined 11 geographic radius and (ii) guidelines on the discontinuation of operation of any such video gaming terminals the Board 12 13 determines will cause undue economic concentration.

- (j) The provisions of the Illinois Antitrust Act are fully and equally applicable to the activities of any licensee under this Act.
- 17 (Source: P.A. 101-31, eff. 6-28-19.)
- 18 (230 ILCS 40/27)
- 19 Sec. 27. Prohibition of video gaming by political 20 subdivision.
- 21 <u>(a)</u> A municipality may pass an ordinance prohibiting video gaming within the corporate limits of the municipality. A county board may, for the unincorporated area of the county, pass an ordinance prohibiting video gaming within the unincorporated area of the county.

1	(b) On and after July 1, 2021, a qualified fraternal
2	organization that derives its charter from a national
3	fraternal organization and a qualified veterans organization
4	that derives its charter from a national veterans organization
5	shall be eligible to apply to the Board for a license allowing
6	video gaming as a licensed fraternal establishment or a
7	licensed veterans establishment if the proposed fraternal
8	establishment or veterans establishment is located in:
9	(1) a municipality having a population of not more
10	than 1,000,000 that has enacted an ordinance prohibiting
11	video gaming within the corporate limits; or
12	(2) a county having a population of not more than
13	1,000,000 that has enacted an ordinance prohibiting video
14	gaming within the unincorporated area of the county.
15	If the license is granted by the Board, then the licensed
16	fraternal establishment or licensed veterans establishment may
17	operate video gaming terminals pursuant to this Act.
18	(c) On and after July 1, 2021, a qualified fraternal
19	organization that derives its charter from a national
20	fraternal organization and a qualified veterans organization
21	that derives its charter from a national veterans organization
22	shall be eligible to apply to the Board for a license allowing
23	video gaming as a licensed fraternal establishment or a
24	licensed veterans establishment without a license under the
25	Liquor Control Act of 1934 if the proposed fraternal
26	establishment or veterans establishment is located in:

- 1 (1) a municipality having a population of not more 2 than 1,000,000; or
- (2) a county having a population of not more than 3 4 1,000,000.
- 5 If the license is granted by the Board, then the licensed fraternal establishment or licensed veterans establishment may 6
- operate video gaming terminals pursuant to this Act without a 7
- 8 license under the Liquor Control Act of 1934.
- 9 (Source: P.A. 96-34, eff. 7-13-09.)
- 10 (230 ILCS 40/30)

Sec. 30. Multiple types of licenses prohibited. A video 11 12 gaming terminal manufacturer may not be licensed as a video 13 gaming terminal operator or own, manage, or control a licensed 14 establishment, licensed truck stop establishment, licensed 15 establishment, licensed fraternal large truck stop establishment, or licensed veterans establishment, and shall 16 17 licensed to sell only to persons having a valid be distributor's license or, if the manufacturer also holds a 18 19 valid distributor's license, to sell, distribute, lease, or 20 market to persons having a valid terminal operator's license. 21 A video gaming terminal distributor may not be licensed as a 22 video gaming terminal operator or own, manage, or control a 23 licensed establishment, licensed truck stop establishment, 24 licensed large truck stop establishment, licensed fraternal

establishment, or licensed veterans establishment, and shall

1 only contract with a licensed terminal operator. A video gaming terminal operator may not be licensed as a video gaming 2 terminal manufacturer or distributor or own, manage, or 3 4 control a licensed establishment, licensed truck stop 5 establishment, licensed large truck stop establishment, licensed fraternal establishment, or licensed veterans 6 establishment, and shall be licensed only to contract with 7 licensed distributors and licensed establishments, licensed 8 9 truck stop establishments, licensed large truck 10 establishments, licensed fraternal establishments, 11 licensed veterans establishments. An owner or manager of a licensed establishment, licensed truck stop establishment, 12 13 licensed large truck stop establishment, licensed fraternal 14 establishment, or licensed veterans establishment may not be 15 licensed as a video gaming terminal manufacturer, distributor, 16 or operator, and shall only contract with a licensed operator 17 to place and service this equipment. A sales agent and broker may not be licensed as a manufacturer, distributor, supplier, 18 licensed establishment, licensed fraternal establishment, 19 20 licensed veterans establishment, licensed truck stop establishment, or licensed large truck stop establishment. 2.1

23 (230 ILCS 40/45)

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24 Sec. 45. Issuance of license.

(Source: P.A. 101-31, eff. 6-28-19.)

25 (a) The burden is upon each applicant to demonstrate his

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1 suitability for licensure. Each video gaming terminal manufacturer, distributor, supplier, operator, 2 handler, licensed establishment, licensed truck stop establishment, 3 4 licensed large truck stop establishment, licensed fraternal 5 establishment, and licensed veterans establishment shall be licensed by the Board. The Board may issue or deny a license 6 under this Act to any person pursuant to the same criteria set 7

forth in Section 9 of the Illinois Gambling Act.

(a-5) The Board shall not grant a license to a person who has facilitated, enabled, or participated in the use of coin-operated devices for gambling purposes or who is under the significant influence or control of such a person. For the purposes of this Act, "facilitated, enabled, or participated in the use of coin-operated amusement devices for gambling purposes" means that the person has been convicted of any violation of Article 28 of the Criminal Code of 1961 or the Criminal Code of 2012. If there is pending legal action against a person for any such violation, then the Board shall delay the licensure of that person until the legal action is resolved.

(b) Each person seeking and possessing a license as a video gaming terminal manufacturer, distributor, supplier, operator, handler, licensed establishment, licensed truck stop establishment, licensed large truck stop establishment, licensed fraternal establishment, or licensed veterans establishment shall submit to a background investigation

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conducted by the Board with the assistance of the State Police or other law enforcement. To the extent that the corporate structure of the applicant allows, the investigation shall include any or all of the following as the Board deems appropriate or as provided by rule for each category of licensure: (i) each beneficiary of a trust, (ii) each partner of a partnership, (iii) each member of a limited liability company, (iv) each director and officer of a publicly or non-publicly held corporation, (V) stockholder of a non-publicly held corporation, (vi) each stockholder of 5% or more of a publicly held corporation, or (vii) each stockholder of 5% or more in a parent or subsidiary corporation.

(c) Each person seeking and possessing a license as a video gaming terminal manufacturer, distributor, supplier, operator, handler, licensed establishment, licensed truck stop establishment, licensed large truck stop establishment, licensed fraternal establishment, or licensed veterans establishment shall disclose the identity of every person, association, trust, corporation, or limited liability company having a greater than 1% direct or indirect pecuniary interest in the video gaming terminal operation for which the license is sought. If the disclosed entity is a trust, the application shall disclose the names and addresses of the beneficiaries; if a corporation, the names and addresses of all stockholders and directors; if a limited liability company, the names and

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- 1 addresses of all members; or if a partnership, the names and addresses of all partners, both general and limited. 2
 - (d) No person may be licensed as a video gaming terminal manufacturer, distributor, supplier, operator, licensed establishment, licensed truck stop establishment, licensed large truck stop establishment, licensed fraternal establishment, or licensed veterans establishment if that person has been found by the Board to:
 - (1) have a background, including a criminal record, reputation, habits, social or business associations, or prior activities that pose a threat to the public interests of the State or to the security and integrity of video gaming;
 - (2) create or enhance the dangers of unsuitable, unfair, or illegal practices, methods, and activities in the conduct of video gaming; or
 - present questionable business practices financial arrangements incidental to the conduct of video gaming activities.
 - (e) Any applicant for any license under this Act has the burden of proving his or her qualifications to satisfaction of the Board. The Board may adopt rules to establish additional qualifications and requirements to preserve the integrity and security of video gaming in this State.
 - (f) A non-refundable application fee shall be paid at the

1	time an application for a license is filed with the Board in
2	the following amounts:
3	(1) Manufacturer\$5,000
4	(2) Distributor\$5,000
5	(3) Terminal operator\$5,000
6	(4) Supplier \$2,500
7	(5) Technician \$100
8	(6) Terminal Handler \$100
9	(7) Licensed establishment, licensed truck stop
10	establishment, licensed large truck stop establishment,
11	licensed fraternal establishment, or licensed
12	veterans establishment\$100
1 0	(8) Sales agent and broker\$100
13	(o) Bares agent and Broker
13	(g) The Board shall establish an annual fee for each
14	(g) The Board shall establish an annual fee for each
14 15	(g) The Board shall establish an annual fee for each license not to exceed the following:
14 15 16	<pre>(g) The Board shall establish an annual fee for each license not to exceed the following:</pre>
14 15 16 17	(g) The Board shall establish an annual fee for each license not to exceed the following: (1) Manufacturer
14 15 16 17	(g) The Board shall establish an annual fee for eachlicense not to exceed the following:(1) Manufacturer\$10,000(2) Distributor\$10,000(3) Terminal operator\$5,000
14 15 16 17 18	(g) The Board shall establish an annual fee for eachlicense not to exceed the following:\$10,000(1) Manufacturer\$10,000(2) Distributor\$10,000(3) Terminal operator\$5,000(4) Supplier\$2,000
14 15 16 17 18 19	(g) The Board shall establish an annual fee for eachlicense not to exceed the following:\$10,000(1) Manufacturer\$10,000(2) Distributor\$10,000(3) Terminal operator\$5,000(4) Supplier\$2,000(5) Technician\$100
14 15 16 17 18 19 20 21	(g) The Board shall establish an annual fee for eachlicense not to exceed the following:(1) Manufacturer\$10,000(2) Distributor\$10,000(3) Terminal operator\$5,000(4) Supplier\$2,000(5) Technician\$100(6) Licensed establishment, licensed truck stop
14 15 16 17 18 19 20 21 22	(g) The Board shall establish an annual fee for each license not to exceed the following: (1) Manufacturer
14 15 16 17 18 19 20 21 22 23	(g) The Board shall establish an annual fee for each license not to exceed the following: (1) Manufacturer

1 (h) A terminal operator and a licensed establishment, 2 licensed truck stop establishment, licensed large truck stop 3 4 establishment, licensed fraternal establishment, or licensed 5 veterans establishment shall equally split the fees specified in item (7) of subsection (q). 6 (Source: P.A. 100-1152, eff. 12-14-18; 101-31, eff. 6-28-19.) 7 8 (230 ILCS 40/65) 9 Sec. 65. Fees. A Except as provided in this Section, a 10 non-home rule unit of government may not impose any fee for the operation of a video gaming terminal in excess of \$250 \$25 per 11 12 year. A home rule municipality may not impose a fee for the operation of a video gaming terminal in excess of \$250 per 13 14 year. This Section is a limitation under subsection (i) of Section 6 of Article VII of the Illinois Constitution on the 15 concurrent exercise by home rule units of powers and functions 16 exercised by the State. The City of Rockford may not impose any 17 18 fee for the operation of a video gaming terminal in excess of 19 \$250 per year. The cost of any fee imposed under to this Section shall be 20 21 shared equally between the terminal operator and the applicable licensed establishment, licensed 22 veterans

establishment, licensed truck stop establishment, licensed

large truck stop establishment, or licensed fraternal

establishment under this Act.

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(Source: P.A. 101-337, eff. 1-1-20.) 1

of the Illinois Constitution.

2 (230 ILCS 40/90 new)

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- 3 Sec. 90. Exclusive regulation by State.
- 4 (a) The licensure, registration, and regulation of 5 manufacturers, distributors, terminal operators, licensed technicians, licensed terminal handlers, licensed 6 establishments, licensed veterans establishments, licensed 7 8 truck stop establishments, licensed large truck stop 9 establishments, and licensed fraternal establishments under 10 this Act, and the imposition of fees and other charges under this Act in connection with such licensure, registration, and 11 12 regulation, are exclusive powers and functions of the State. 13 No home rule municipality or non-home rule unit may license, 14 register, or otherwise regulate, or impose any type of fee or any other charge upon, a manufacturer, distributor, terminal 15 operator, licensed technician, licensed terminal handler, 16 licensed establishment, licensed veterans establishment, 17 licensed truck stop establishment, licensed large truck stop 18 19 establishment, or licensed fraternal establishment. This 20 subsection (a) is a denial and limitation of home rule powers 21 and functions under subsection (h) of Section 6 of Article VII
 - (b) The licensure, registration, and regulation of video gaming terminals under this Act are exclusive powers and functions of the State. No home rule municipality or non-home

1 rule unit may license, register, or otherwise regulate video gaming terminals. This subsection (b) is a denial and 2 limitation of home rule powers and functions under subsection 3 4 (h) of Section 6 of Article VII of the Illinois Constitution. 5 (c) No home rule municipality or non-home rule unit may 6 impose any type of tax upon a: (i) manufacturer, distributor, terminal operator, licensed technician, licensed terminal 7 handler, licensed establishment, licensed veterans 8 9 establishment, licensed truck stop establishment, licensed 10 large truck stop establishment, or licensed fraternal 11 establishment or their respective authorized activities under 12 this Act; (ii) video gaming terminal; (iii) user or player of 13 any video gaming terminals; or (iv) other use, play, or 14 operation of video gaming terminals authorized under this Act 15 by any person or entity. This subsection (c) is a denial and 16 limitation of home rule powers and functions under subsection (q) of Section 6 of Article VII of the Illinois Constitution. 17 (d) Any home rule municipality that has adopted an 18 ordinance imposing an amusement tax on persons who participate 19 in the playing of video gaming terminals on or before June 1, 20 2.1 2021 may continue to impose such amusement tax pursuant to 22 such ordinance but shall not increase, expand, or extend the 23 tax or tax rate on such persons participating in playing video 24 gaming terminals in excess of that tax or rate set forth in 25 such ordinance and shall not otherwise impose any other tax

upon any entity or person identified in subsection (c).

- 1 Section 35. The Sports Wagering Act is amended by changing
- 2 Sections 25-10, 25-15, 25-25, 25-50, and 25-90 as follows:
- 3 (230 ILCS 45/25-10)
- 4 Sec. 25-10. Definitions. As used in this Act:
- 5 "Adjusted gross sports wagering receipts" means a master
- 6 sports wagering licensee's gross sports wagering receipts,
- 7 less winnings paid to wagerers in such games.
- 8 "Athlete" means any current or former professional athlete
- 9 or collegiate athlete.
- 10 "Board" means the Illinois Gaming Board.
- "Covered persons" includes athletes; umpires, referees,
- 12 and officials; personnel associated with clubs, teams,
- 13 leagues, and athletic associations; medical professionals
- 14 (including athletic trainers) who provide services to athletes
- and players; and the family members and associates of these
- persons where required to serve the purposes of this Act.
- "Department" means the Department of the Lottery.
- "Gaming facility" means a facility at which gambling
- 19 operations are conducted under the Illinois Gambling Act,
- 20 pari-mutuel wagering is conducted under the Illinois Horse
- 21 Racing Act of 1975, or sports wagering is conducted under this
- 22 Act.
- "Official league data" means statistics, results,
- 24 outcomes, and other data related to a sports event obtained

- 1 pursuant to an agreement with the relevant sports governing
- body, or an entity expressly authorized by the sports 2
- 3 governing body to provide such information to licensees, that
- 4 authorizes the use of such data for determining the outcome of
- 5 tier 2 sports wagers on such sports events.
- "Organization licensee" has the meaning given to that term 6
- in the Illinois Horse Racing Act of 1975. 7
- "Owners licensee" means the holder of an owners license 8
- 9 under the Illinois Gambling Act.
- 10 "Person" means an individual, partnership, committee,
- 11 association, corporation, or any other organization or group
- 12 of persons.
- "Personal biometric data" means an athlete's information 13
- 14 derived from DNA, heart rate, blood pressure, perspiration
- 15 rate, internal or external body temperature, hormone levels,
- 16 glucose levels, hydration levels, vitamin levels, bone
- density, muscle density, and sleep patterns. 17
- "Prohibited conduct" includes any statement, action, and 18
- 19 other communication intended to influence, manipulate, or
- 20 control a betting outcome of a sporting contest or of any
- 2.1 individual occurrence or performance in a sporting contest in
- 22 exchange for financial gain or to avoid financial or physical
- 23 harm. "Prohibited conduct" includes statements, actions, and
- 24 communications made to a covered person by a third party, such
- 25 as a family member or through social media. "Prohibited
- 26 conduct" does not include statements, actions, or

- 1 communications made or sanctioned by a team or
- 2 governing body.
- "Qualified applicant" means an applicant for a license 3
- 4 under this Act whose application meets the mandatory minimum
- 5 qualification criteria as required by the Board.
- 6 "Sporting contest" means a sports event or game on which
- the State allows sports wagering to occur under this Act. 7
- 8 "Sports event" means a professional sport or athletic
- 9 event, a collegiate sport or athletic event, a motor race
- 10 event, or any other event or competition of relative skill
- 11 authorized by the Board under this Act.
- "Sports facility" means a facility that hosts sports 12
- 13 events and holds a seating capacity greater than 17,000
- 14 persons, except in a municipality with a population of more
- 15 than 1,000,000, a seating capacity greater than 10,000
- 16 persons.
- "Sports governing body" means the organization that 17
- prescribes final rules and enforces codes of conduct with 18
- 19 respect to a sports event and participants therein.
- 20 "Sports wagering" means accepting wagers on sports events
- 2.1 or portions of sports events, or on the individual performance
- statistics of athletes in a sports event or combination of 22
- 23 sports events, by any system or method of wagering, including,
- 24 but not limited to, in person or over the Internet through
- 25 websites and on mobile devices. "Sports wagering" includes,
- 26 but is not limited to, single-game bets, teaser bets, parlays,

- 1 over-under, moneyline, pools, exchange wagering, in-game
- wagering, in-play bets, proposition bets, and straight bets. 2
- 3 "Sports wagering account" means a financial record
- 4 established by a master sports wagering licensee for an
- 5 individual patron in which the patron may deposit and withdraw
- 6 funds for sports wagering and other authorized purchases and
- to which the master sports wagering licensee may credit 7
- 8 winnings or other amounts due to that patron or authorized by
- 9 that patron.
- 10 "Tier 1 sports wager" means a sports wager that is
- 11 determined solely by the final score or final outcome of the
- sports event and is placed before the sports event has begun. 12
- "Tier 2 sports wager" means a sports wager that is not a 13
- 14 tier 1 sports wager.
- 15 "Wager" means a sum of money or thing of value risked on an
- 16 uncertain occurrence.
- "Winning bidder" means a qualified applicant for a master 17
- 18 sports wagering license chosen through the competitive
- selection process under Section 25-45. 19
- 20 (Source: P.A. 101-31, eff. 6-28-19.)
- 21 (230 ILCS 45/25-15)
- 22 Sec. 25-15. Board duties and powers.
- 23 (a) Except for sports wagering conducted under Section
- 24 25-70, the Board shall have the authority to regulate the
- 25 conduct of sports wagering under this Act.

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- (b) The Board may adopt any rules the Board considers necessary for the successful implementation, administration, and enforcement of this Act, except for Section 25-70. Rules proposed by the Board may be adopted as emergency rules pursuant to Section 5-45 of the Illinois Administrative Procedure Act.
 - (c) The Board shall levy and collect all fees, surcharges, civil penalties, and monthly taxes on adjusted gross sports wagering receipts imposed by this Act and deposit all moneys into the Sports Wagering Fund, except as otherwise provided under this Act.
 - (d) The Board may exercise any other powers necessary to enforce the provisions of this Act that it regulates and the rules of the Board.
 - (e) The Board shall adopt rules for a license to be employed by a master sports wagering licensee when the employee works in a designated gaming area that has sports wagering or performs duties in furtherance of or associated with the operation of sports wagering by the master sports wagering licensee (occupational license), which shall require an annual license fee of \$250. However, occupational licenses issued under the Illinois Gambling Act for employees of an owners license or organization gaming licensee, once granted, are considered equivalent licenses to work in sports wagering positions located at the same gaming facility. License fees shall be deposited into the State Gaming Fund and used for the

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administration of this Act.

- (f) The Board may require that licensees share, in real time and at the sports wagering account level, information regarding a wagerer, amount and type of wager, the time the wager was placed, the location of the wager, including the Internet protocol address, if applicable, the outcome of the wager, and records of abnormal wagering activity. Information shared under this subsection (f) must be submitted in the form and manner as required by rule. If a sports governing body has notified the Board that real-time information sharing for wagers placed on its sports events is necessary and desirable, licensees may share the same information in the form and manner required by the Board by rule with the sports governing body or its designee with respect to wagers on its sports events subject to applicable federal, State, or local laws or regulations, including, without limitation, privacy laws and regulations. Such information may be provided in anonymized form and may be used by a sports governing body solely for integrity purposes. For purposes of this subsection (f), "real-time" means a commercially reasonable periodic interval.
- (g) A master sports wagering licensee, professional sports team, league, or association, sports governing body, or institution of higher education may submit to the Board in writing a request to prohibit a type or form of wagering if the master sports wagering licensee, professional sports team, league, or association, sports governing body, or institution

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- 1 of higher education believes that such wagering by type or form is contrary to public policy, unfair to consumers, or 2 affects the integrity of a particular sport or the sports 3 4 betting industry. The Board shall grant the request upon a 5 demonstration of good cause from the requester consultation with licensees. The Board shall respond to a 6 subsection (q) concerning a 7 request pursuant to this 8 particular event before the start of the event or, if it is not 9 feasible to respond before the start of the event, as soon as 10 practicable.
 - (h) The Board and master sports wagering licensees may cooperate with investigations conducted by sports governing bodies or law enforcement agencies, including, but not limited to, providing and facilitating the provision of account-level betting information and audio or video files relating to persons placing wagers.
 - (i) A master sports wagering licensee shall make commercially reasonable efforts to promptly notify the Board any information relating to:
 - (1) criminal or disciplinary proceedings commenced against the master sports wagering licensee in connection with its operations;
 - (2) abnormal wagering activity or patterns that may indicate a concern with the integrity of a sports event or sports events;
 - (3) any potential breach of the relevant sports

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- governing body's internal rules and codes of conduct

 pertaining to sports wagering that a licensee has

 knowledge of;
 - (4) any other conduct that corrupts a wagering outcome of a sports event or sports events for purposes of financial gain, including match fixing; and
- 7 (5) suspicious or illegal wagering activities,
 8 including use of funds derived from illegal activity,
 9 wagers to conceal or launder funds derived from illegal
 10 activity, using agents to place wagers, and using false
 11 identification.
- A master sports wagering licensee shall also make commercially reasonable efforts to promptly report information relating to conduct described in paragraphs (2), (3), and (4) of this subsection (i) to the relevant sports governing body.
- 16 (Source: P.A. 101-31, eff. 6-28-19.)
- 17 (230 ILCS 45/25-25)
- 18 Sec. 25-25. Sports wagering authorized.
- 19 (a) Notwithstanding any provision of law to the contrary, 20 the operation of sports wagering is only lawful when conducted 21 in accordance with the provisions of this Act and the rules of 22 the Illinois Gaming Board and the Department of the Lottery.
- 23 (b) A person placing a wager under this Act shall be at least 21 years of age.
- 25 (c) A licensee under this Act may not accept a wager on a

- 1 minor league sports event.
- 2 (d) Except as otherwise provided in this Section, a A
- 3 licensee under this Act may not accept a wager for a sports
- 4 event involving an Illinois collegiate team.
- 5 (d-5) Beginning on the effective date of this amendatory
- 6 Act of the 102nd General Assembly until July 1, 2023, a
- 7 licensee under this Act may accept a wager for a sports event
- 8 <u>involving an Illinois collegiate team if:</u>
 - (1) the wager is a tier 1 wager;
- 10 (2) the wager is not related to an individual
- 11 athlete's performance; and
- 12 (3) the wager is made in person instead of over the
- 13 Internet or through a mobile application.
- 14 (e) A licensee under this Act may only accept a wager from
- a person physically located in the State.
- 16 (f) Master sports wagering licensees may use any data
- 17 source for determining the results of all tier 1 sports
- 18 wagers.

- 19 (g) A sports governing body headquartered in the United
- 20 States may notify the Board that it desires to supply official
- 21 league data to master sports wagering licensees for
- 22 determining the results of tier 2 sports wagers. Such
- 23 notification shall be made in the form and manner as the Board
- 24 may require. If a sports governing body does not notify the
- 25 Board of its desire to supply official league data, a master
- 26 sports wagering licensee may use any data source for

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determining the results of any and all tier 2 sports wagers on sports contests for that sports governing body.

Within 30 days of a sports governing body notifying the Board, master sports wagering licensees shall use only official league data to determine the results of tier 2 sports wagers on sports events sanctioned by that sports governing body, unless: (1) the sports governing body or designee cannot provide a feed of official league data to determine the results of a particular type of tier 2 sports wager, in which case master sports wagering licensees may use any data source for determining the results of the applicable tier 2 sports wager until such time as such data feed becomes available on commercially reasonable terms; or (2) a master sports wagering licensee can demonstrate to the Board that the governing body or its designee cannot provide a feed of official league data to the master sports wagering licensee on commercially reasonable terms. During the pendency of the Board's determination, such master sports wagering licensee may use any data source for determining the results of any and all tier 2 sports wagers.

- 21 (h) A licensee under this Act may not accept wagers on a 22 kindergarten through 12th grade sports event.
- 23 (Source: P.A. 101-31, eff. 6-28-19.)
- 24 (230 ILCS 45/25-50)
- Sec. 25-50. Supplier license.

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- (a) The Board may issue a supplier license to a person to sell or lease sports wagering equipment, systems, or other gaming items to conduct sports wagering and offer services related to the equipment or other gaming items and data to a master sports wagering licensee while the license is active.
 - (b) The Board may adopt rules establishing additional requirements for a supplier and any system or other equipment utilized for sports wagering. The Board may accept licensing by another jurisdiction that it specifically determines to have similar licensing requirements as evidence the applicant meets supplier licensing requirements.
 - (c) An applicant for a supplier license shall demonstrate that the equipment, system, or services that the applicant plans to offer to the master sports wagering licensee conforms to standards established by the Board and applicable State law. The Board may accept approval by another jurisdiction that it specifically determines have similar equipment standards as evidence the applicant meets the standards established by the Board and applicable State law.
 - (d) Applicants shall pay to the Board a nonrefundable license and application fee in the amount of \$150,000. Except as provided by Section 8.1 of the Illinois Gambling Act, the initial supplier license shall be issued for 4 years unless sooner canceled or terminated. After the initial period 4-year term, the Board shall renew supplier licenses for additional 4-year periods unless sooner canceled or terminated annually

- thereafter. Renewal of a supplier license shall be granted to
 a renewal applicant who has continued to comply with all
 applicable statutory and regulatory requirements, upon
 submission of the Board-issued renewal form and payment of a
 \$150,000 renewal fee. Beginning 4 years after issuance of the
 initial supplier license, a holder of a supplier license shall
- (e) A supplier shall submit to the Board a list of all 9 sports wagering equipment and services sold, delivered, or 10 offered to a master sports wagering licensee in this State, as 11 required by the Board, all of which must be tested and approved by an independent testing laboratory approved by the Board. A 12 master sports wagering licensee may continue to use supplies 13 acquired from a licensed supplier, even if a supplier's 14 15 license expires or is otherwise canceled, unless the Board 16 finds a defect in the supplies.
- 17 (Source: P.A. 101-31, eff. 6-28-19.)

pay a \$150,000 annual license fee.

- 18 (230 ILCS 45/25-90)
- 19 Sec. 25-90. Tax; Sports Wagering Fund.
- 20 (a) For the privilege of holding a license to operate sports wagering under this Act, this State shall impose and collect 15% of a master sports wagering licensee's adjusted gross sports wagering receipts from sports wagering. The accrual method of accounting shall be used for purposes of calculating the amount of the tax owed by the licensee.

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1 The taxes levied and collected pursuant to this subsection (a) are due and payable to the Board no later than the last day 2 of the month following the calendar month in which the 3 4 adjusted gross sports wagering receipts were received and the 5 tax obligation was accrued.

- (a-5) In addition to the tax imposed under subsection (a) of this Section, for the privilege of holding a license to operate sports wagering under this Act, the State shall impose and collect 2% of the adjusted gross receipts from sports wagers that are placed within a home rule county with a population of over 3,000,000 inhabitants, which shall be paid, subject to appropriation from the General Assembly, from the Sports Wagering Fund to that home rule county for the purpose of enhancing the county's criminal justice system.
- (b) The Sports Wagering Fund is hereby created as special fund in the State treasury. Except as otherwise provided in this Act, all moneys collected under this Act by the Board shall be deposited into the Sports Wagering Fund. On the 25th of each month, any moneys remaining in the Sports Wagering Fund in excess of the anticipated monthly expenditures from the Fund through the next month, as certified by the Board to the State Comptroller, shall be transferred by the State Comptroller and the State Treasurer to the Capital Projects Fund.
- (c) Beginning with July 2021, and on a monthly basis thereafter, the Board shall certify to the State Comptroller

- the amount of license fees collected in the month for initial 1
- licenses issued under this Act, except for occupational 2
- licenses. As soon after certification as practicable, the 3
- State Comptroller shall direct and the State Treasurer shall 4
- 5 transfer the certified amount from the Sports Wagering Fund to
- 6 the Rebuild Illinois Projects Fund.
- (Source: P.A. 101-31, eff. 6-28-19.) 7
- 8 Section 97. Severability. The provisions of this Act are
- 9 severable under Section 1.31 of the Statute on Statutes.
- 10 Section 99. Effective date. This Act takes effect upon
- 11 becoming law.".