

Executive Committee

Filed: 5/6/2009

	09600SB1298ham001	LRB096 10399 AMC 25486 a
1	AMENDMENT TO S	SENATE BILL 1298
2	AMENDMENT NO Amer	nd Senate Bill 1298 by replacing
3	everything after the enacting o	clause with the following:
4	"Section 5. The Illinois	Horse Racing Act of 1975 is
5	amended by changing Sections	3.071, 3.077, 3.12, 3.20, 3.22,
6	3.23, 26, and 27 and by adding	Sections 3.28, 3.29, and 3.30 as
7	follows:	
8	(230 ILCS 5/3.071) (from 0	ch. 8, par. 37-3.071)
9	Sec. 3.071. <u>Inter-track</u> w	wagering. "Inter-track Wagering"
10	means a legal wager on the	e outcome of a simultaneously
11	televised horse race taking p	olace at an Illinois race track
12	placed or accepted at any loca	tion authorized to accept wagers
13	under this Act, excluding the I	Illinois race track at which that
14	horse race is being conducted	d <u>and excluding advance deposit</u>
15	wagering through an advance dep	posit wagering licensee.
16	(Source: P.A. 89-16, eff. 5-30-	-95.)

1	(230 ILCS 5/3.077)
2	Sec. 3.077. <u>Non-host licensee.</u> "Non-host licensee" means a
3	licensee operating concurrently with a host track, but does not
4	include an advance deposit wagering licensee.
5	(Source: P.A. 89-16, eff. 5-30-95.)
6	(230 ILCS 5/3.12) (from Ch. 8, par. 37-3.12)
7	Sec. 3.12. <u>Pari-mutuel system of wagering.</u> "Pari-mutuel
8	system of wagering" means a form of wagering on the outcome of
9	horse races in which wagers are made in various denominations
10	on a horse or horses and all wagers for each race are pooled
11	and held by a licensee for distribution in a manner approved by
12	the Board. <u>Wagers may be placed via any method or at any</u>
13	location authorized under this Act.
14	(Source: P.A. 89-16, eff. 5-30-95.)
15	(230 ILCS 5/3.20)
16	Sec. 3.20. <u>Licensee.</u> "Licensee" means an individual
17	organization licensee, an inter-track wagering licensee, <u>an</u> or
18	inter-track wagering location licensee, or an advance deposit
19	wagering licensee, as the context of this Act requires.
20	(Source: P.A. 89-16, eff. 5-30-95.)

21 (230 ILCS 5/3.22)

22 Sec. 3.22. <u>Wagering facility.</u> "Wagering facility" means

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any location at which a licensee, other than an advance deposit 1 2 wagering licensee, may accept or receive pari-mutuel wagers under this Act. 3 4 (Source: P.A. 89-16, eff. 5-30-95.) 5 (230 ILCS 5/3.23) Sec. 3.23. Wagering. "Wagering" means, collectively, the 6 7 pari-mutuel system of wagering, inter-track wagering, and 8 simulcast wagering, and advance deposit wagering. 9 (Source: P.A. 89-16, eff. 5-30-95.) 10 (230 ILCS 5/3.28 new) 11 Sec. 3.28. Advance deposit wagering licensee. "Advance 12 deposit wagering licensee" means a person licensed by the Board 13 to conduct advance deposit wagering. An advance deposit 14 wagering licensee shall be an organization licensee or a person or third party who contracts with an organization licensee in 15 order to conduct advance deposit wagering. 16 17 (230 ILCS 5/3.29 new) Sec. 3.29. Advance deposit wagering. "Advance deposit 18 19 wagering" means a method of pari-mutuel wagering in which an individual may establish an account, deposit money into the 20 21 account, and use the account balance to pay for pari-mutuel 22 wagering authorized by this Act. An advance deposit wager may 23 be placed in person at a wagering facility or from any other

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1	location via a telephone-type device or any other electronic
2	means. Any person who accepts an advance deposit wager who is
3	not licensed by the Board as an advance deposit wagering
4	licensee shall be considered in violation of this Act and the
5	Criminal Code of 1961. Any advance deposit wager placed in
6	person at a wagering facility shall be deemed to have been
7	placed at that wagering facility.
8	(230 ILCS 5/3.30 new)
9	Sec. 3.30. Advance deposit wagering terminal. "Advance
10	deposit wagering terminal" means any electronic device placed
11	by an advanced deposit wagering licensee at a wagering facility
12	that facilitates the placement of an advance deposit wager and
13	that can be electronically tracked so the location of the
14	wagering facility where the advance deposit wagering terminal
15	is located can be readily identified and so all wagers placed
16	through the advance deposit wagering terminal are easily
17	reportable.

18 (230 ILCS 5/26) (from Ch. 8, par. 37-26)

19 Sec. 26. Wagering.

(a) Any licensee may conduct and supervise the pari-mutuel system of wagering, as defined in Section 3.12 of this Act, on horse races conducted by an Illinois organization licensee or conducted at a racetrack located in another state or country and televised in Illinois in accordance with subsection (g) of 09600SB1298ham001 -5- LRB096 10399 AMC 25486 a

1 Section 26 of this Act. Subject to the prior consent of the 2 Board, licensees may supplement any pari-mutuel pool in order to guarantee a minimum distribution. Such pari-mutuel method of 3 4 wagering shall not, under any circumstances if conducted under 5 the provisions of this Act, be held or construed to be 6 unlawful, other statutes of this State to the contrary 7 notwithstanding. Subject to rules for advance wagering 8 promulgated by the Board, any licensee may accept wagers in 9 advance of the day of the race wagered upon occurs.

10 (b) No other method of betting, pool making, wagering or 11 gambling shall be used or permitted by the licensee. Each 12 licensee may retain, subject to the payment of all applicable 13 taxes and purses, an amount not to exceed 17% of all money 14 wagered under subsection (a) of this Section, except as may 15 otherwise be permitted under this Act.

(b-5) An individual may place a wager under the pari-mutuel system from any licensed location authorized under this Act provided that wager is electronically recorded in the manner described in Section 3.12 of this Act. Any wager made electronically by an individual while physically on the premises of a licensee shall be deemed to have been made at the premises of that licensee.

(c) Until January 1, 2000, the sum held by any licensee for payment of outstanding pari-mutuel tickets, if unclaimed prior to December 31 of the next year, shall be retained by the licensee for payment of such tickets until that date. Within 10 09600SB1298ham001 -6- LRB096 10399 AMC 25486 a

days thereafter, the balance of such sum remaining unclaimed, less any uncashed supplements contributed by such licensee for the purpose of guaranteeing minimum distributions of any pari-mutuel pool, shall be paid to the Illinois Veterans' Rehabilitation Fund of the State treasury, except as provided in subsection (g) of Section 27 of this Act.

(c-5) Beginning January 1, 2000, the sum held by any 7 8 licensee for payment of outstanding pari-mutuel tickets, if 9 unclaimed prior to December 31 of the next year, shall be 10 retained by the licensee for payment of such tickets until that date. Within 10 days thereafter, the balance of such sum 11 remaining unclaimed, less any uncashed supplements contributed 12 13 by such licensee for the purpose of quaranteeing minimum 14 distributions of any pari-mutuel pool, shall be evenly 15 distributed to the purse account of the organization licensee 16 and the organization licensee.

(d) A pari-mutuel ticket shall be honored until December 31 of the next calendar year, and the licensee shall pay the same and may charge the amount thereof against unpaid money similarly accumulated on account of pari-mutuel tickets not presented for payment.

(e) No licensee shall knowingly permit any minor, other than an employee of such licensee or an owner, trainer, jockey, driver, or employee thereof, to be admitted during a racing program unless accompanied by a parent or guardian, or any minor to be a patron of the pari-mutuel system of wagering 09600SB1298ham001 -7- LRB096 10399 AMC 25486 a

1 conducted or supervised by it. The admission of any 2 unaccompanied minor, other than an employee of the licensee or 3 an owner, trainer, jockey, driver, or employee thereof at a 4 race track is a Class C misdemeanor.

5 (f) Notwithstanding the other provisions of this Act, an 6 organization licensee may contract with an entity in another state or country to permit any legal wagering entity in another 7 state or country to accept wagers solely within such other 8 state or country on races conducted by the organization 9 10 licensee in this State. Beginning January 1, 2000, these wagers 11 shall not be subject to State taxation. Until January 1, 2000, when the out-of-State entity conducts a pari-mutuel pool 12 13 separate from the organization licensee, a privilege tax equal to 7 1/2% of all monies received by the organization licensee 14 15 from entities in other states or countries pursuant to such 16 contracts is imposed on the organization licensee, and such privilege tax shall be remitted to the Department of Revenue 17 18 within 48 hours of receipt of the moneys from the simulcast. 19 When the out-of-State entity conducts a combined pari-mutuel 20 pool with the organization licensee, the tax shall be 10% of 21 all monies received by the organization licensee with 25% of 22 the receipts from this 10% tax to be distributed to the county 23 in which the race was conducted.

An organization licensee may permit one or more of its races to be utilized for pari-mutuel wagering at one or more locations in other states and may transmit audio and visual 09600SB1298ham001 -8- LRB096 10399 AMC 25486 a

signals of races the organization licensee conducts to one or more locations outside the State or country and may also permit pari-mutuel pools in other states or countries to be combined with its gross or net wagering pools or with wagering pools established by other states.

6 (q) A host track may accept interstate simulcast wagers on horse races conducted in other states or countries and shall 7 control the number of signals and types of breeds of racing in 8 9 its simulcast program, subject to the disapproval of the Board. 10 The Board may prohibit a simulcast program only if it finds 11 that the simulcast program is clearly adverse to the integrity of racing. The host track simulcast program shall include the 12 13 signal of live racing of all organization licensees. All 14 non-host licensees and advance deposit wagering licensees 15 shall carry the signal of and accept wagers on live racing of all organization licensees. Advance deposit wagering licensees 16 shall not be permitted to accept out-of-state wagers on any 17 Illinois signal provided pursuant to this Section without the 18 approval and consent of the organization licensee providing the 19 20 signal. Non-host licensees may carry the host track simulcast 21 program and shall accept wagers on all races included as part 22 of the simulcast program upon which wagering is permitted. All 23 organization licensees shall provide their live signal to all 24 advance deposit wagering licensees for a simulcast commission 25 fee not to exceed 6% of the advance deposit wagering licensee's Illinois handle on the organization licensee's signal without 26

1	prior approval by the Board. The Board may adopt rules under
2	which it may permit simulcast commission fees in excess of 6%.
3	The Board shall adopt rules limiting the interstate commission
4	fees charged to an advance deposit wagering licensee. The Board
5	shall adopt rules regarding advance deposit wagering on
6	interstate simulcast races that shall reflect, among other
7	things, the General Assembly's desire to maximize revenues to
8	the State, horsemen purses, and organizational licensees.
9	However, organization licensees providing live signals
10	pursuant to the requirements of this subsection (g) may
11	petition the Board to withhold their live signals from an
12	advance deposit wagering licensee if the organization licensee
13	discovers and the Board finds reputable or credible information
14	that the advance deposit wagering licensee is under
15	investigation by another state or federal governmental agency,
16	the advance deposit wagering licensee's license has been
17	suspended in another state, or the advance deposit wagering
18	licensee's license is in revocation proceedings in another
19	state. The organization licensee's provision of their live
20	signal to an advance deposit wagering licensee under this
21	subsection (g) pertains to wagers placed from within Illinois.
22	Advance deposit wagering licensees may place advance deposit
23	wagering terminals at wagering facilities as a convenience to
24	customers. The advance deposit wagering licensee shall not
25	charge or collect any fee from purses for the placement of the
26	advance deposit wagering terminals. The costs and expenses of

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1 the host track and non-host licensees associated with interstate simulcast wagering, other than the interstate 2 commission fee, shall be borne by the host track and all 3 4 non-host licensees incurring these costs. The interstate 5 commission fee shall not exceed 5% of Illinois handle on the 6 interstate simulcast race or races without prior approval of the Board. The Board shall promulgate rules under which it may 7 permit interstate commission fees in excess of 8 58. The 9 interstate commission fee and other fees charged by the sending 10 racetrack, including, but not limited to, satellite decoder 11 fees, shall be uniformly applied to the host track and all non-host licensees. 12

13 Notwithstanding any other provision of this Act, for a 14 period of 3 years after the effective date of this amendatory 15 Act of the 96th General Assembly, an organization licensee may 16 maintain a system whereby advance deposit wagering may take place or an organization licensee, with the consent of the 17 horsemen association representing the largest number of 18 owners, trainers, jockeys, or standardbred drivers who race 19 20 horses at that organization licensee's racing meeting, may 21 contract with another person to carry out a system of advance 22 deposit wagering. Such consent may not be unreasonably withheld. All advance deposit wagers placed from within 23 24 Illinois must be placed through a Board-approved advance 25 deposit wagering licensee; no other entity may accept an advance deposit wager from a person within Illinois. All 26

1	advance deposit wagering is subject to any rules adopted by the
2	Board. The Board may adopt rules necessary to regulate advance
3	deposit wagering through the use of emergency rulemaking in
4	accordance with Section 5-45 of the Illinois Administrative
5	Procedure Act. The General Assembly finds that the adoption of
6	rules to regulate advance deposit wagering is deemed an
7	emergency and necessary for the public interest, safety, and
8	welfare. An advance deposit wagering licensee may retain all
9	moneys as agreed to by contract with an organization licensee.
10	Any moneys retained by the organization licensee from advance
11	deposit wagering, not including moneys retained by the advance
12	deposit wagering licensee, shall be paid 50% to the
13	organization licensee's purse account and 50% to the
14	organization licensee. If more than one breed races at the same
15	race track facility, then the 50% of the moneys to be paid to
16	an organization licensee's purse account shall be allocated
17	among all organization licensees' purse accounts operating at
18	that race track facility proportionately based on the actual
19	number of host days that the Board grants to that breed at that
20	race track facility in the current calendar year. To the extent
21	any fees from advance deposit wagering conducted in Illinois
22	for wagers in Illinois or other states have been placed in
23	escrow or otherwise withheld from wagers pending a
24	determination of the legality of advance deposit wagering, no
25	action shall be brought to declare such wagers or the
26	disbursement of any fees previously escrowed illegal.

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(1) Between the hours of 6:30 a.m. and 6:30 p.m. an 1 intertrack wagering licensee other than the host track may 2 simulcast 3 supplement the host track program with additional simulcast races or race programs, provided that 4 5 between January 1 and the third Friday in February of any inclusive, if live thoroughbred racing is 6 no vear, 7 occurring in Illinois during this period, onlv 8 thoroughbred races may be used for supplemental interstate 9 simulcast purposes. The Board shall withhold approval for a 10 supplemental interstate simulcast only if it finds that the simulcast is clearly adverse to the integrity of racing. A 11 supplemental interstate simulcast may be transmitted from 12 13 an intertrack wagering licensee to its affiliated non-host 14 licensees. The interstate commission fee for а 15 supplemental interstate simulcast shall be paid by the 16 non-host licensee and its affiliated non-host licensees 17 receiving the simulcast.

18 (2) Between the hours of 6:30 p.m. and 6:30 a.m. an 19 intertrack wagering licensee other than the host track may 20 receive supplemental interstate simulcasts only with the 21 consent of the host track, except when the Board finds that 22 the simulcast is clearly adverse to the integrity of 23 racing. Consent granted under this paragraph (2) to any 24 intertrack wagering licensee shall be deemed consent to all 25 non-host licensees. The interstate commission fee for the 26 supplemental interstate simulcast shall be paid by all

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participating non-host licensees.

(3) Each licensee conducting interstate simulcast 2 3 wagering may retain, subject to the payment of all applicable taxes and the purses, an amount not to exceed 4 5 17% of all money wagered. If any licensee conducts the pari-mutuel system wagering 6 on races conducted at 7 racetracks in another state or country, each such race or 8 race program shall be considered a separate racing day for 9 the purpose of determining the daily handle and computing 10 the privilege tax of that daily handle as provided in subsection (a) of Section 27. Until January 1, 2000, from 11 sums permitted to be retained pursuant to this 12 the 13 subsection, each intertrack wagering location licensee 14 shall pay 1% of the pari-mutuel handle wagered on simulcast 15 wagering to the Horse Racing Tax Allocation Fund, subject to the provisions of subparagraph (B) of paragraph (11) of 16 subsection (h) of Section 26 of this Act. 17

18 (4) A licensee who receives an interstate simulcast may 19 combine its gross or net pools with pools at the sending 20 racetracks pursuant to rules established by the Board. All 21 licensees combining their gross pools at a sending 22 racetrack shall adopt the take-out percentages of the 23 sending racetrack. A licensee may also establish a separate 24 pool and takeout structure for wagering purposes on races 25 conducted at race tracks outside of the State of Illinois. 26 The licensee may permit pari-mutuel wagers placed in other

states or countries to be combined with its gross or net
 wagering pools or other wagering pools.

3 (5) After the payment of the interstate commission fee (except for the interstate commission fee on a supplemental 4 5 interstate simulcast, which shall be paid by the host track and by each non-host licensee through the host-track) and 6 7 all applicable State and local taxes, except as provided in 8 subsection (g) of Section 27 of this Act, the remainder of 9 moneys retained from simulcast wagering pursuant to this 10 subsection (q), and Section 26.2 shall be divided as 11 follows:

12 (A) For interstate simulcast wagers made at a host
13 track, 50% to the host track and 50% to purses at the
14 host track.

15 (B) For wagers placed on interstate simulcast 16 supplemental simulcasts as defined races, in 17 subparagraphs (1) and (2), and separately pooled races conducted outside of the State of Illinois made at a 18 19 non-host licensee, 25% to the host track, 25% to the 20 non-host licensee, and 50% to the purses at the host 21 track.

(6) Notwithstanding any provision in this Act to the contrary, non-host licensees who derive their licenses from a track located in a county with a population in excess of 230,000 and that borders the Mississippi River may receive supplemental interstate simulcast races at all 09600SB1298ham001

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times subject to Board approval, which shall be withheld only upon a finding that a supplemental interstate simulcast is clearly adverse to the integrity of racing.

(7) Notwithstanding any provision of this Act to the 4 contrary, after payment of all applicable State and local 5 taxes and interstate commission fees, non-host licensees 6 7 who derive their licenses from a track located in a county 8 with a population in excess of 230,000 and that borders the 9 Mississippi River shall retain 50% of the retention from 10 interstate simulcast wagers and shall pay 50% to purses at the track from which the non-host licensee derives its 11 license as follows: 12

(A) Between January 1 and the third Friday in
February, inclusive, if no live thoroughbred racing is
occurring in Illinois during this period, when the
interstate simulcast is a standardbred race, the purse
share to its standardbred purse account;

(B) Between January 1 and the third Friday in February, inclusive, if no live thoroughbred racing is occurring in Illinois during this period, and the interstate simulcast is a thoroughbred race, the purse share to its interstate simulcast purse pool to be distributed under paragraph (10) of this subsection (g);

(C) Between January 1 and the third Friday in
 February, inclusive, if live thoroughbred racing is

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occurring in Illinois, between 6:30 a.m. and 6:30 p.m. the purse share from wagers made during this time period to its thoroughbred purse account and between 6:30 p.m. and 6:30 a.m. the purse share from wagers made during this time period to its standardbred purse accounts;

7 (D) Between the third Saturday in February and 8 December 31, when the interstate simulcast occurs 9 between the hours of 6:30 a.m. and 6:30 p.m., the purse 10 share to its thoroughbred purse account;

11 (E) Between the third Saturday in February and 12 December 31, when the interstate simulcast occurs 13 between the hours of 6:30 p.m. and 6:30 a.m., the purse 14 share to its standardbred purse account.

15 (7.1) Notwithstanding any other provision of this Act to the contrary, if no standardbred racing is conducted at 16 17 a racetrack located in Madison County during any calendar year beginning on or after January 1, 2002, all moneys 18 19 derived by that racetrack from simulcast wagering and 20 inter-track wagering that (1) are to be used for purses and 21 (2) are generated between the hours of 6:30 p.m. and 6:30 22 a.m. during that calendar year shall be paid as follows:

(A) If the licensee that conducts horse racing at
that racetrack requests from the Board at least as many
racing dates as were conducted in calendar year 2000,
80% shall be paid to its thoroughbred purse account;

and

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(B) Twenty percent shall be deposited into the 2 3 Illinois Colt Stakes Purse Distribution Fund and shall be paid to purses for standardbred races for Illinois 4 5 conceived and foaled horses conducted at any county 6 fairgrounds. The moneys deposited into the Fund 7 pursuant to this subparagraph (B) shall be deposited 8 within 2 weeks after the day they were generated, shall 9 be in addition to and not in lieu of any other moneys 10 paid to standardbred purses under this Act, and shall 11 not be commingled with other moneys paid into that 12 Fund. The moneys deposited pursuant this to 13 subparagraph (B) shall be allocated as provided by the 14 Department of Agriculture, with the advice and 15 assistance of the Illinois Standardbred Breeders Fund 16 Advisory Board.

(7.2) Notwithstanding any other provision of this Act 17 18 to the contrary, if no thoroughbred racing is conducted at 19 a racetrack located in Madison County during any calendar 20 year beginning on or after January 1, 2002, all moneys 21 derived by that racetrack from simulcast wagering and 22 inter-track wagering that (1) are to be used for purses and 23 (2) are generated between the hours of 6:30 a.m. and 6:30 24 p.m. during that calendar year shall be deposited as 25 follows.

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(A) If the licensee that conducts horse racing at

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that racetrack requests from the Board at least as many racing dates as were conducted in calendar year 2000, 80% shall be deposited into its standardbred purse account; and

5 (B) Twenty percent shall be deposited into the Illinois Colt Stakes Purse Distribution Fund. Moneys 6 7 deposited into the Illinois Colt Stakes Purse 8 Distribution Fund pursuant to this subparagraph (B) 9 shall be paid to Illinois conceived and foaled 10 thoroughbred breeders' programs and to thoroughbred 11 purses for races conducted at any county fairgrounds for Illinois conceived and foaled horses at the 12 13 discretion of the Department of Agriculture, with the 14 advice and assistance of the Illinois Thoroughbred 15 Breeders Fund Advisory Board. The moneys deposited 16 into the Illinois Colt Stakes Purse Distribution Fund 17 pursuant to this subparagraph (B) shall be deposited 18 within 2 weeks after the day they were generated, shall 19 be in addition to and not in lieu of any other moneys 20 paid to thoroughbred purses under this Act, and shall 21 not be commingled with other moneys deposited into that 22 Fund.

(7.3) If no live standardbred racing is conducted at a
 racetrack located in Madison County in calendar year 2000
 or 2001, an organization licensee who is licensed to
 conduct horse racing at that racetrack shall, before

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January 1, 2002, pay all moneys derived from simulcast wagering and inter-track wagering in calendar years 2000 and 2001 and paid into the licensee's standardbred purse account as follows:

(A) Eighty percent to that licensee's thoroughbred
 purse account to be used for thoroughbred purses; and

7 (B) Twenty percent to the Illinois Colt Stakes
8 Purse Distribution Fund.

9 Failure to make the payment to the Illinois Colt Stakes 10 Purse Distribution Fund before January 1, 2002 shall result 11 in the immediate revocation of the licensee's organization 12 license, inter-track wagering license, and inter-track 13 wagering location license.

14 Moneys paid into the Illinois Colt Stakes Purse 15 Distribution Fund pursuant to this paragraph (7.3) shall be paid to purses for standardbred races for 16 Illinois 17 conceived and foaled horses conducted at any county 18 fairgrounds. Moneys paid into the Illinois Colt Stakes 19 Purse Distribution Fund pursuant to this paragraph (7.3) 20 shall be used as determined by the Department of 21 Agriculture, with the advice and assistance of the Illinois 22 Standardbred Breeders Fund Advisory Board, shall be in 23 addition to and not in lieu of any other moneys paid to 24 standardbred purses under this Act, and shall not be 25 commingled with any other moneys paid into that Fund.

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(7.4) If live standardbred racing is conducted at a

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racetrack located in Madison County at any time in calendar 1 2 year 2001 before the payment required under paragraph (7.3) 3 has been made, the organization licensee who is licensed to conduct racing at that racetrack shall pay all moneys 4 5 derived by that racetrack from simulcast wagering and inter-track wagering during calendar years 2000 and 2001 6 7 that (1) are to be used for purses and (2) are generated 8 between the hours of 6:30 p.m. and 6:30 a.m. during 2000 or 9 2001 to the standardbred purse account at that racetrack to 10 be used for standardbred purses.

(8) Notwithstanding any provision in this Act to the contrary, an organization licensee from a track located in a county with a population in excess of 230,000 and that borders the Mississippi River and its affiliated non-host licensees shall not be entitled to share in any retention generated on racing, inter-track wagering, or simulcast wagering at any other Illinois wagering facility.

18 (8.1) Notwithstanding any provisions in this Act to the 19 contrary, if 2 organization licensees are conducting 20 standardbred race meetings concurrently between the hours 21 of 6:30 p.m. and 6:30 a.m., after payment of all applicable 22 State and local taxes and interstate commission fees, the 23 remainder of the amount retained from simulcast wagering 24 otherwise attributable to the host track and to host track 25 purses shall be split daily between the 2 organization licensees and the purses at 26 the tracks of the 2

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organization licensees, respectively, based on each organization licensee's share of the total live handle for that day, provided that this provision shall not apply to any non-host licensee that derives its license from a track located in a county with a population in excess of 230,000 and that borders the Mississippi River.

- (9) (Blank).
- 8 (10) (Blank).

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(11) (Blank).

10 (12) The Board shall have authority to compel all host 11 tracks to receive the simulcast of any or all races 12 conducted at the Springfield or DuQuoin State fairgrounds 13 and include all such races as part of their simulcast 14 programs.

15 (13) Notwithstanding any other provision of this Act, 16 in the event that the total Illinois pari-mutuel handle on Illinois horse races at all wagering facilities in any 17 calendar year is less than 75% of the total Illinois 18 19 pari-mutuel handle on Illinois horse races at all such 20 wagering facilities for calendar year 1994, then each 21 wagering facility that has an annual total Illinois 22 pari-mutuel handle on Illinois horse races that is less 23 than 75% of the total Illinois pari-mutuel handle on 24 Illinois horse races at such wagering facility for calendar 25 year 1994, shall be permitted to receive, from any amount 26 otherwise payable to the purse account at the race track -22- LRB096 10399 AMC 25486 a

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with which the wagering facility is affiliated in the 1 succeeding calendar year, an amount equal to 2% of the 2 3 differential in total Illinois pari-mutuel handle on Illinois horse races at the wagering facility between that 4 5 calendar year in question and 1994 provided, however, that a wagering facility shall not be entitled to any such 6 payment until the Board certifies in writing to the 7 8 wagering facility the amount to which the wagering facility 9 is entitled and a schedule for payment of the amount to the 10 wagering facility, based on: (i) the racing dates awarded to the race track affiliated with the wagering facility 11 during the succeeding year; (ii) the sums available or 12 13 anticipated to be available in the purse account of the 14 race track affiliated with the wagering facility for purses 15 during the succeeding year; and (iii) the need to ensure reasonable purse levels during the payment period. The 16 17 Board's certification shall be provided no later than 18 January 31 of the succeeding year. In the event a wagering 19 facility entitled to a payment under this paragraph (13) is 20 affiliated with a race track that maintains purse accounts 21 for both standardbred and thoroughbred racing, the amount 22 to be paid to the wagering facility shall be divided 23 between each purse account pro rata, based on the amount of 24 Illinois handle on Illinois standardbred and thoroughbred 25 racing respectively at the wagering facility during the 26 previous calendar year. Annually, the General Assembly 09600SB1298ham001 -23- LRB096 10399 AMC 25486 a

shall appropriate sufficient funds from the 1 General Revenue Fund to the Department of Agriculture for payment 2 3 into the thoroughbred and standardbred horse racing purse accounts at Illinois pari-mutuel tracks. The amount paid to 4 5 each purse account shall be the amount certified by the Illinois Racing Board in January to be transferred from 6 each account to each eligible racing facility in accordance 7 8 with the provisions of this Section.

9 (h) The Board may approve and license the conduct of 10 inter-track wagering and simulcast wagering by inter-track 11 wagering licensees and inter-track wagering location licensees 12 subject to the following terms and conditions:

13 (1) Any person licensed to conduct a race meeting (i) 14 at a track where 60 or more days of racing were conducted 15 during the immediately preceding calendar year or where 16 over the 5 immediately preceding calendar years an average of 30 or more days of racing were conducted annually may be 17 18 issued an inter-track wagering license; (ii) at a track 19 located in a county that is bounded by the Mississippi 20 River, which has a population of less than 150,000 21 according to the 1990 decennial census, and an average of 22 at least 60 days of racing per year between 1985 and 1993 23 may be issued an inter-track wagering license; or (iii) at 24 a track located in Madison County that conducted at least 25 100 days of live racing during the immediately preceding 26 calendar year may be issued an inter-track wagering 09600SB1298ham001 -24- LRB096 10399 AMC 25486 a

1 license, unless a lesser schedule of live racing is the result of (A) weather, unsafe track conditions, or other 2 3 acts of God; (B) an agreement between the organization licensee and the associations representing the largest 4 5 number of owners, trainers, jockeys, or standardbred drivers who race horses at that organization licensee's 6 7 racing meeting; or (C) a finding by the Board of 8 extraordinary circumstances and that it was in the best 9 interest of the public and the sport to conduct fewer than 10 100 days of live racing. Any such person having operating control of the racing facility may also receive up to 6 11 inter-track wagering location licenses. In no event shall 12 13 more than 6 inter-track wagering locations be established 14 for each eligible race track, except that an eligible race 15 track located in a county that has a population of more than 230,000 and that is bounded by the Mississippi River 16 17 may establish up to 7 inter-track wagering locations. An 18 application for said license shall be filed with the Board 19 prior to such dates as may be fixed by the Board. With an 20 application for an inter-track wagering location license 21 there shall be delivered to the Board a certified check or 22 bank draft payable to the order of the Board for an amount 23 equal to \$500. The application shall be on forms prescribed 24 and furnished by the Board. The application shall comply 25 with all other rules, regulations and conditions imposed by 26 the Board in connection therewith.

1 (2) The Board shall examine the applications with respect to their conformity with this Act and the rules and 2 3 regulations imposed by the Board. If found to be in compliance with the Act and rules and regulations of the 4 5 Board, the Board may then issue a license to conduct inter-track wagering and simulcast wagering to such 6 applicant. All such applications shall be acted upon by the 7 8 Board at a meeting to be held on such date as may be fixed 9 by the Board.

10 (3) In granting licenses to conduct inter-track 11 wagering and simulcast wagering, the Board shall give due 12 consideration to the best interests of the public, of horse 13 racing, and of maximizing revenue to the State.

14 (4) Prior to the issuance of a license to conduct 15 inter-track wagering and simulcast wagering, the applicant shall file with the Board a bond payable to the State of 16 Illinois in the sum of \$50,000, executed by the applicant 17 18 and a surety company or companies authorized to do business in this State, and conditioned upon (i) the payment by the 19 20 licensee of all taxes due under Section 27 or 27.1 and any 21 other monies due and payable under this Act, and (ii) 22 distribution by the licensee, upon presentation of the winning ticket or tickets, of all sums payable to the 23 24 patrons of pari-mutuel pools.

(5) Each license to conduct inter-track wagering and
 simulcast wagering shall specify the person to whom it is

issued, the dates on which such wagering is permitted, and
 the track or location where the wagering is to be
 conducted.

4 (6) All wagering under such license is subject to this
5 Act and to the rules and regulations from time to time
6 prescribed by the Board, and every such license issued by
7 the Board shall contain a recital to that effect.

8 (7) An inter-track wagering licensee or inter-track 9 wagering location licensee may accept wagers at the track 10 or location where it is licensed, or as otherwise provided 11 under this Act.

12 (8) Inter-track wagering or simulcast wagering shall
13 not be conducted at any track less than 5 miles from a
14 track at which a racing meeting is in progress.

15 Inter-track wagering location licensees who (8.1)16 derive their licenses from a particular organization 17 licensee shall conduct inter-track wagering and simulcast 18 wagering only at locations which are either within 90 miles 19 of that race track where the particular organization 20 licensee is licensed to conduct racing, or within 135 miles 21 of that race track where the particular organization 22 licensee is licensed to conduct racing in the case of race 23 tracks in counties of less than 400,000 that were operating 24 on or before June 1, 1986. However, inter-track wagering and simulcast wagering shall not be conducted by those 25 26 licensees at any location within 5 miles of any race track -27- LRB096 10399 AMC 25486 a

at which a horse race meeting has been licensed in the current year, unless the person having operating control of such race track has given its written consent to such inter-track wagering location licensees, which consent must be filed with the Board at or prior to the time application is made.

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7 (8.2) Inter-track wagering or simulcast wagering shall 8 not be conducted by an inter-track wagering location licensee at any location within 500 feet of an existing 9 10 church or existing school, nor within 500 feet of the residences of more than 50 registered voters without 11 12 receiving written permission from a majority of the 13 registered voters at such residences. Such written 14 permission statements shall be filed with the Board. The 15 distance of 500 feet shall be measured to the nearest part of any building used for worship services, education 16 17 programs, residential purposes, or conducting inter-track 18 wagering by an inter-track wagering location licensee, and 19 not to property boundaries. However, inter-track wagering 20 or simulcast wagering may be conducted at a site within 500 21 feet of a church, school or residences of 50 or more 22 registered voters if such church, school or residences have been erected or established, or such voters have been 23 24 registered, after the Board issues the original 25 inter-track wagering location license at the site in 26 question. Inter-track wagering location licensees may 09600SB1298ham001 -28- LRB096 10399 AMC 25486 a

1 conduct inter-track wagering and simulcast wagering only in areas that are zoned for commercial or manufacturing 2 3 purposes or in areas for which a special use has been approved by the local zoning authority. However, no license 4 5 to conduct inter-track wagering and simulcast wagering shall be granted by the Board with respect to any 6 7 inter-track wagering location within the jurisdiction of 8 any local zoning authority which has, by ordinance or by 9 resolution, prohibited the establishment of an inter-track 10 wagering location within its jurisdiction. However, inter-track wagering and simulcast wagering 11 mav be conducted at a site if such ordinance or resolution is 12 13 enacted after the Board licenses the original inter-track 14 wagering location licensee for the site in question.

15

(9) (Blank).

16 inter-track wagering (10)An licensee or an 17 inter-track wagering location licensee may retain, subject 18 to the payment of the privilege taxes and the purses, an 19 amount not to exceed 17% of all money wagered. Each program 20 of racing conducted by each inter-track wagering licensee 21 inter-track wagering location licensee shall or be 22 considered a separate racing day for the purpose of 23 determining the daily handle and computing the privilege 24 tax or pari-mutuel tax on such daily handle as provided in 25 Section 27.

26

(10.1) Except as provided in subsection (g) of Section

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1 27 of this Act, inter-track wagering location licensees 2 shall pay 1% of the pari-mutuel handle at each location to 3 the municipality in which such location is situated and 1% of the pari-mutuel handle at each location to the county in 4 5 which such location is situated. In the event that an inter-track wagering location licensee is situated in an 6 7 unincorporated area of a county, such licensee shall pay 2% 8 of the pari-mutuel handle from such location to such 9 county.

10 (10.2) Notwithstanding any other provision of this Act, with respect to intertrack wagering at a race track 11 located in a county that has a population of more than 12 13 230,000 and that is bounded by the Mississippi River ("the 14 first race track"), or at a facility operated by an 15 inter-track wagering licensee or inter-track wagering location licensee that derives its license from the 16 17 organization licensee that operates the first race track, on races conducted at the first race track or on races 18 19 conducted at another Illinois race track and 20 simultaneously televised to the first race track or to a 21 facility operated by an inter-track wagering licensee or inter-track wagering location licensee that derives its 22 23 license from the organization licensee that operates the 24 first race track, those moneys shall be allocated as 25 follows:

26

(A) That portion of all moneys wagered on

standardbred racing that is required under this Act to
 be paid to purses shall be paid to purses for
 standardbred races.

4 (B) That portion of all moneys wagered on 5 thoroughbred racing that is required under this Act to 6 be paid to purses shall be paid to purses for 7 thoroughbred races.

8 (11) (A) After payment of the privilege or pari-mutuel 9 tax, any other applicable taxes, and the costs and expenses 10 in connection with the gathering, transmission, and dissemination of all data necessary to the conduct of 11 inter-track wagering, the remainder of the monies retained 12 13 under either Section 26 or Section 26.2 of this Act by the 14 inter-track wagering licensee on inter-track wagering 15 shall be allocated with 50% to be split between the 2 participating licensees and 50% to purses, except that an 16 17 intertrack wagering licensee that derives its license from 18 a track located in a county with a population in excess of 230,000 and that borders the Mississippi River shall not 19 20 divide any remaining retention with the Illinois 21 organization licensee that provides the race or races, and 22 an intertrack wagering licensee that accepts wagers on 23 races conducted by an organization licensee that conducts a 24 race meet in a county with a population in excess of 25 230,000 and that borders the Mississippi River shall not 26 divide any remaining retention with that organization licensee.

1

2 (B) From the sums permitted to be retained pursuant to 3 this Act each inter-track wagering location licensee shall pay (i) the privilege or pari-mutuel tax to the State; (ii) 4 5 4.75% of the pari-mutuel handle on intertrack wagering at 6 such location on races as purses, except that an intertrack 7 wagering location licensee that derives its license from a 8 track located in a county with a population in excess of 9 230,000 and that borders the Mississippi River shall retain 10 all purse moneys for its own purse account consistent with distribution set forth in this subsection 11 (h), and 12 intertrack wagering location licensees that accept wagers 13 on races conducted by an organization licensee located in a 14 county with a population in excess of 230,000 and that 15 borders the Mississippi River shall distribute all purse moneys to purses at the operating host track; (iii) until 16 17 January 1, 2000, except as provided in subsection (g) of Section 27 of this Act, 1% of the pari-mutuel handle 18 19 wagered on inter-track wagering and simulcast wagering at 20 each inter-track wagering location licensee facility to 21 the Horse Racing Tax Allocation Fund, provided that, to the extent the total amount collected and distributed to the 22 23 Horse Racing Tax Allocation Fund under this subsection (h) 24 during any calendar year exceeds the amount collected and 25 distributed to the Horse Racing Tax Allocation Fund during 26 calendar year 1994, that excess amount shall be

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1 redistributed (I) to all inter-track wagering location 2 licensees, based on each licensee's pro-rata share of the 3 total handle from inter-track wagering and simulcast wagering for all inter-track wagering location licensees 4 5 during the calendar year in which this provision is applicable; then (II) the amounts redistributed to each 6 7 inter-track wagering location licensee as described in 8 subpart (I) shall be further redistributed as provided in 9 subparagraph (B) of paragraph (5) of subsection (g) of this 10 Section 26 provided first, that the shares of those amounts, which are to be redistributed to the host track or 11 to purses at the host track under subparagraph (B) of 12 13 paragraph (5) of subsection (q) of this Section 26 shall be 14 redistributed based on each host track's pro rata share of 15 the total inter-track wagering and simulcast wagering 16 handle at all host tracks during the calendar year in 17 question, and second, that any amounts redistributed as 18 described in part (I) to an inter-track wagering location 19 licensee that accepts wagers on races conducted by an organization licensee that conducts a race meet in a county 20 21 with a population in excess of 230,000 and that borders the 22 Mississippi River shall be further redistributed as 23 provided in subparagraphs (D) and (E) of paragraph (7) of 24 subsection (q) of this Section 26, with the portion of that 25 further redistribution allocated to purses at that 26 organization licensee to be divided between standardbred 09600SB1298ham001 -33- LRB096 10399 AMC 25486 a

1 purses and thoroughbred purses based on the amounts 2 otherwise allocated to purses that organization at 3 licensee during the calendar year in question; and (iv) 8% of the pari-mutuel handle on inter-track wagering wagered 4 5 at such location to satisfy all costs and expenses of 6 conducting its wagering. The remainder of the monies 7 retained by the inter-track wagering location licensee 8 shall be allocated 40% to the location licensee and 60% to 9 the organization licensee which provides the Illinois 10 races to the location, except that an intertrack wagering location licensee that derives its license from a track 11 12 located in a county with a population in excess of 230,000 13 and that borders the Mississippi River shall not divide any 14 remaining retention with the organization licensee that 15 provides the race or races and an intertrack wagering location licensee that accepts wagers on races conducted by 16 17 an organization licensee that conducts a race meet in a 18 county with a population in excess of 230,000 and that 19 borders the Mississippi River shall not divide any 20 remaining retention with the organization licensee. 21 Notwithstanding the provisions of clauses (ii) and (iv) of 22 this paragraph, in the case of the additional inter-track 23 wagering location licenses authorized under paragraph (1) 24 of this subsection (h) by this amendatory Act of 1991, 25 those licensees shall pay the following amounts as purses: 26 during the first 12 months the licensee is in operation,

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5.25% of the pari-mutuel handle wagered at the location on 1 races; during the second 12 months, 5.25%; during the third 2 3 12 months, 5.75%; during the fourth 12 months, 6.25%; and during the fifth 12 months and thereafter, 6.75%. The 4 5 following amounts shall be retained by the licensee to satisfy all costs and expenses of conducting its wagering: 6 7 during the first 12 months the licensee is in operation, 8 8.25% of the pari-mutuel handle wagered at the location; 9 during the second 12 months, 8.25%; during the third 12 10 months, 7.75%; during the fourth 12 months, 7.25%; and during the fifth 12 months and thereafter, 6.75%. For 11 12 additional intertrack wagering location licensees 13 authorized under this amendatory Act of 1995, purses for 14 the first 12 months the licensee is in operation shall be 15 5.75% of the pari-mutuel wagered at the location, purses for the second 12 months the licensee is in operation shall 16 17 be 6.25%, and purses thereafter shall be 6.75%. For 18 additional intertrack location licensees authorized under 19 this amendatory Act of 1995, the licensee shall be allowed 20 to retain to satisfy all costs and expenses: 7.75% of the 21 pari-mutuel handle wagered at the location during its first 22 12 months of operation, 7.25% during its second 12 months 23 of operation, and 6.75% thereafter.

(C) There is hereby created the Horse Racing Tax
 Allocation Fund which shall remain in existence until
 December 31, 1999. Moneys remaining in the Fund after

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1 December 31, 1999 shall be paid into the General Revenue Fund. Until January 1, 2000, all monies paid into the Horse 2 3 Racing Tax Allocation Fund pursuant to this paragraph (11) by inter-track wagering location licensees located in park 4 5 districts of 500,000 population or less, or in a municipality that is not included within any park district 6 but is included within a conservation district and is the 7 8 county seat of a county that (i) is contiguous to the state 9 of Indiana and (ii) has a 1990 population of 88,257 10 according to the United States Bureau of the Census, and operating on May 1, 1994 shall be allocated by 11 12 appropriation as follows:

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13 Two-sevenths to the Department of Agriculture. 14 Fifty percent of this two-sevenths shall be used to 15 Illinois horse racing and breeding promote the 16 industry, and shall be distributed by the Department of Agriculture upon the advice of a 9-member committee 17 18 appointed by the Governor consisting of the following 19 members: the Director of Agriculture, who shall serve 20 chairman; 2 representatives of organization as 21 licensees conducting thoroughbred race meetings in 22 this State, recommended by those licensees; 2 23 representatives of organization licensees conducting 24 standardbred race meetings in this State, recommended 25 by those licensees; a representative of the Illinois 26 Thoroughbred Breeders and Owners Foundation,

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recommended by that Foundation; a representative of 1 Standardbred 2 the Tllinois Owners and Breeders 3 Association, recommended by that Association; a representative of the Horsemen's Benevolent and 4 5 Protective Association or any successor organization thereto established in Illinois comprised of the 6 7 largest number of owners and trainers, recommended by 8 that Association or that successor organization; and a representative of the Illinois Harness Horsemen's 9 10 Association, recommended by that Association. 11 Committee members shall serve for terms of 2 years, commencing January 1 of each even-numbered year. If a 12 13 representative of any of the above-named entities has 14 not been recommended by January 1 of any even-numbered 15 year, the Governor shall appoint a committee member to 16 fill that position. Committee members shall receive no compensation for their services as members but shall be 17 18 reimbursed for all actual and necessary expenses and 19 disbursements incurred in the performance of their duties. 20 official The remaining 50% of this 21 two-sevenths shall be distributed to county fairs for 22 premiums and rehabilitation as set forth in the 23 Agricultural Fair Act;

Four-sevenths to park districts or municipalities that do not have a park district of 500,000 population or less for museum purposes (if an inter-track wagering

location licensee is located in such a park district) 1 2 or to conservation districts for museum purposes (if an 3 inter-track wagering location licensee is located in a municipality that is not included within any park 4 5 district but is included within a conservation district and is the county seat of a county that (i) is 6 7 contiguous to the state of Indiana and (ii) has a 1990 8 population of 88,257 according to the United States 9 Bureau of the Census, except that if the conservation 10 district does not maintain a museum, the monies shall be allocated equally between the county and the 11 12 municipality in which the inter-track wagering 13 location licensee is located for general purposes) or 14 to a municipal recreation board for park purposes (if 15 an inter-track wagering location licensee is located 16 in a municipality that is not included within any park district and park maintenance is the function of the 17 18 municipal recreation board and the municipality has a 1990 population of 9,302 according to the United States 19 20 Bureau of the Census); provided that the monies are 21 distributed to each park district or conservation 22 district or municipality that does not have a park 23 district in an amount equal to four-sevenths of the 24 amount collected by each inter-track wagering location 25 licensee within the park district or conservation 26 district or municipality for the Fund. Monies that were

paid into the Horse Racing Tax Allocation Fund before 1 the effective date of this amendatory Act of 1991 by an 2 3 inter-track wagering location licensee located in a municipality that is not included within any park 4 5 district but is included within a conservation district as provided in this paragraph shall, as soon 6 as practicable after the effective date of 7 this 8 amendatory Act of 1991, be allocated and paid to that 9 conservation district as provided in this paragraph. 10 Any park district or municipality not maintaining a 11 museum may deposit the monies in the corporate fund of 12 the park district or municipality where the 13 inter-track wagering location is located, to be used 14 for general purposes; and

One-seventh to the Agricultural Premium Fund to be used for distribution to agricultural home economics extension councils in accordance with "An Act in relation to additional support and finances for the Agricultural and Home Economic Extension Councils in the several counties of this State and making an appropriation therefor", approved July 24, 1967.

22 Until January 1, 2000, all other monies paid into the 23 Horse Racing Tax Allocation Fund pursuant to this paragraph 24 (11) shall be allocated by appropriation as follows:

Two-sevenths to the Department of Agriculture.
 Fifty percent of this two-sevenths shall be used to

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1 Illinois horse racing and breeding promote the industry, and shall be distributed by the Department of 2 3 Agriculture upon the advice of a 9-member committee appointed by the Governor consisting of the following 4 5 members: the Director of Agriculture, who shall serve chairman; 2 representatives of 6 organization as 7 licensees conducting thoroughbred race meetings in 8 this State, recommended by those licensees; 2 9 representatives of organization licensees conducting 10 standardbred race meetings in this State, recommended 11 by those licensees; a representative of the Illinois 12 Thoroughbred Breeders and Owners Foundation, 13 recommended by that Foundation; a representative of 14 the Illinois Standardbred Owners and Breeders 15 Association, recommended by that Association; а representative of the Horsemen's Benevolent 16 and Protective Association or any successor organization 17 thereto established in Illinois comprised of the 18 19 largest number of owners and trainers, recommended by 20 that Association or that successor organization; and a representative of the Illinois Harness Horsemen's 21 Association, 22 recommended by that Association. 23 Committee members shall serve for terms of 2 years, 24 commencing January 1 of each even-numbered year. If a 25 representative of any of the above-named entities has 26 not been recommended by January 1 of any even-numbered

year, the Governor shall appoint a committee member to 1 fill that position. Committee members shall receive no 2 3 compensation for their services as members but shall be reimbursed for all actual and necessary expenses and 4 5 disbursements incurred in the performance of their duties. The remaining 50% 6 official of this 7 two-sevenths shall be distributed to county fairs for premiums and rehabilitation as set forth in the 8 9 Agricultural Fair Act;

Four-sevenths to museums and aquariums located in park districts of over 500,000 population; provided that the monies are distributed in accordance with the previous year's distribution of the maintenance tax for such museums and aquariums as provided in Section 2 of the Park District Aquarium and Museum Act; and

16 One-seventh to the Agricultural Premium Fund to be used for distribution to agricultural home economics 17 extension councils in accordance with "An Act in 18 relation to additional support and finances for the 19 20 Agricultural and Home Economic Extension Councils in the several counties of this State and making an 21 22 appropriation therefor", approved July 24, 1967. This subparagraph (C) shall be inoperative and of no force 23 24 and effect on and after January 1, 2000.

25 (D) Except as provided in paragraph (11) of this 26 subsection (h), with respect to purse allocation from 1 intertrack wagering, the monies so retained shall be 2 divided as follows:

3 (i) If the inter-track wagering licensee, except intertrack wagering licensee that 4 an 5 derives its license from an organization licensee located in a county with a population in excess of 6 230,000 and bounded by the Mississippi River, is 7 8 not conducting its own race meeting during the same 9 dates, then the entire purse allocation shall be to 10 purses at the track where the races wagered on are 11 being conducted.

(ii) If the inter-track wagering licensee, 12 13 intertrack wagering licensee that except an 14 derives its license from an organization licensee 15 located in a county with a population in excess of 16 230,000 and bounded by the Mississippi River, is 17 also conducting its own race meeting during the 18 same dates, then the purse allocation shall be as 19 follows: 50% to purses at the track where the races 20 wagered on are being conducted; 50% to purses at 21 the track where the inter-track wagering licensee 22 is accepting such wagers.

(iii) If the inter-track wagering is being
conducted by an inter-track wagering location
licensee, except an intertrack wagering location
licensee that derives its license from an

organization licensee located in a county with a population in excess of 230,000 and bounded by the Mississippi River, the entire purse allocation for Illinois races shall be to purses at the track where the race meeting being wagered on is being held.

7 (12) The Board shall have all powers necessary and
8 proper to fully supervise and control the conduct of
9 inter-track wagering and simulcast wagering by inter-track
10 wagering licensees and inter-track wagering location
11 licensees, including, but not limited to the following:

(A) The Board is vested with power to promulgate 12 13 reasonable rules and regulations for the purpose of 14 administering the conduct of this wagering and to 15 prescribe reasonable rules, regulations and conditions 16 under which such wagering shall be held and conducted. Such rules and regulations are to provide for the 17 prevention of practices detrimental to the public 18 19 interest and for the best interests of said wagering 20 and to impose penalties for violations thereof.

(B) The Board, and any person or persons to whom it
delegates this power, is vested with the power to enter
the facilities of any licensee to determine whether
there has been compliance with the provisions of this
Act and the rules and regulations relating to the
conduct of such wagering.

1 (C) The Board, and any person or persons to whom it delegates this power, may eject or exclude from any 2 licensee's facilities, any person whose conduct or 3 4 reputation is such that his presence on such premises 5 may, in the opinion of the Board, call into the question the honesty and integrity of, or interfere 6 with the orderly conduct of such wagering; provided, 7 8 however, that no person shall be excluded or ejected 9 from such premises solely on the grounds of race, 10 color, creed, national origin, ancestry, or sex.

(D) (Blank).

11

12 (E) The Board is vested with the power to appoint 13 delegates to execute any of the powers granted to it 14 under this Section for the purpose of administering 15 this wagering and any rules and regulations 16 promulgated in accordance with this Act.

17 (F) The Board shall name and appoint a State 18 director of this wagering who shall be a representative 19 of the Board and whose duty it shall be to supervise 20 the conduct of inter-track wagering as may be provided 21 for by the rules and regulations of the Board; such 22 rules and regulation shall specify the method of 23 appointment and the Director's powers, authority and 24 duties.

25 (G) The Board is vested with the power to impose
 26 civil penalties of up to \$5,000 against individuals and

1 up to \$10,000 against licensees for each violation of 2 any provision of this Act relating to the conduct of 3 this wagering, any rules adopted by the Board, any 4 order of the Board or any other action which in the 5 Board's discretion, is a detriment or impediment to 6 such wagering.

(13) The Department of Agriculture may enter into 7 8 agreements with licensees authorizing such licensees to 9 conduct inter-track wagering on races to be held at the 10 licensed race meetings conducted by the Department of 11 Agriculture. Such agreement shall specify the races of the Department of Agriculture's licensed race meeting upon 12 13 which the licensees will conduct wagering. In the event 14 that a licensee conducts inter-track pari-mutuel wagering 15 on races from the Illinois State Fair or DuOuoin State Fair 16 which are in addition to the licensee's previously approved 17 racing program, those races shall be considered a separate 18 racing day for the purpose of determining the daily handle 19 and computing the privilege or pari-mutuel tax on that 20 daily handle as provided in Sections 27 and 27.1. Such 21 agreements shall be approved by the Board before such 22 wagering may be conducted. In determining whether to grant 23 approval, the Board shall give due consideration to the 24 best interests of the public and of horse racing. The 25 provisions of paragraphs (1), (8), (8.1), and (8.2) of 26 subsection (h) of this Section which are not specified in 09600SB1298ham001 -45- LRB096 10399 AMC 25486 a

this paragraph (13) shall not apply to licensed race meetings conducted by the Department of Agriculture at the Illinois State Fair in Sangamon County or the DuQuoin State Fair in Perry County, or to any wagering conducted on those race meetings.

6 (i) Notwithstanding the other provisions of this Act, the 7 conduct of wagering at wagering facilities is authorized on all 8 days, except as limited by subsection (b) of Section 19 of this 9 Act.

10 (Source: P.A. 91-40, eff. 6-25-99; 92-211, eff. 8-2-01.)

11 (230 ILCS 5/27) (from Ch. 8, par. 37-27)

12 Sec. 27. (a) In addition to the organization license fee provided by this Act, until January 1, 2000, a graduated 13 14 privilege tax is hereby imposed for conducting the pari-mutuel 15 system of wagering permitted under this Act. Until January 1, 2000, except as provided in subsection (g) of Section 27 of 16 this Act, all of the breakage of each racing day held by any 17 licensee in the State shall be paid to the State. Until January 18 19 1, 2000, such daily graduated privilege tax shall be paid by 20 the licensee from the amount permitted to be retained under this Act. Until January 1, 2000, each day's graduated privilege 21 22 tax, breakage, and Horse Racing Tax Allocation funds shall be remitted to the Department of Revenue within 48 hours after the 23 24 close of the racing day upon which it is assessed or within 25 such other time as the Board prescribes. The privilege tax

hereby imposed, until January 1, 2000, shall be a flat tax at the rate of 2% of the daily pari-mutuel handle except as provided in Section 27.1.

4 In addition, every organization licensee, except as 5 provided in Section 27.1 of this Act, which conducts multiple 6 wagering shall pay, until January 1, 2000, as a privilege tax on multiple wagers an amount equal to 1.25% of all moneys 7 8 wagered each day on such multiple wagers, plus an additional 9 amount equal to 3.5% of the amount wagered each day on any 10 other multiple wager which involves a single betting interest on 3 or more horses. The licensee shall remit the amount of 11 such taxes to the Department of Revenue within 48 hours after 12 13 the close of the racing day on which it is assessed or within 14 such other time as the Board prescribes.

15 This subsection (a) shall be inoperative and of no force 16 and effect on and after January 1, 2000.

(a-5) Beginning on January 1, 2000, a flat pari-mutuel tax 17 at the rate of 1.5% of the daily pari-mutuel handle is imposed 18 19 at all pari-mutuel wagering facilities and on advance deposit 20 wagering from a location other than a wagering facility, except 21 as otherwise provided for in this subsection (a-5). In addition 22 to the pari-mutuel tax imposed on advance deposit wagering pursuant to this subsection (a-5), an additional pari-mutuel 23 tax at the rate of 0.25% shall be imposed on advance deposit 24 25 wagering, the amount of which shall not exceed \$250,000 in each calendar year. The additional 0.25% pari-mutuel tax imposed on 26

1 advance deposit wagering by this amendatory Act of the 96th General Assembly shall be deposited into the Quarter Horse 2 Purse Fund, which shall be created as a non-appropriated trust 3 4 fund administered by the Board for grants to thoroughbred 5 organization licensees for payment of purses for quarter horse races conducted by the organization licensee. Thoroughbred 6 organization licensees may petition the Board to conduct 7 8 quarter horse racing and receive purse grants from the Quarter 9 Horse Purse Fund. The Board shall have complete discretion in 10 distributing the Quarter Horse Purse Fund to the petitioning 11 organization licensees. Beginning on the effective date of this amendatory Act of the 94th General Assembly and until moneys 12 13 deposited pursuant to Section 54 are distributed and received, a pari-mutuel tax at the rate of 0.25% of the daily pari-mutuel 14 15 handle is imposed at a pari-mutuel facility whose license is 16 derived from a track located in a county that borders the Mississippi River and conducted live racing in the previous 17 year. After moneys deposited pursuant to Section 54 are 18 distributed and received, a pari-mutuel tax at the rate of 1.5% 19 20 of the daily pari-mutuel handle is imposed at a pari-mutuel facility whose license is derived from a track located in a 21 22 county that borders the Mississippi River and conducted live 23 racing in the previous year. The pari-mutuel tax imposed by 24 this subsection (a-5) shall be remitted to the Department of 25 Revenue within 48 hours after the close of the racing day upon 26 which it is assessed or within such other time as the Board

1 prescribes.

2 (b) On or before December 31, 1999, in the event that any 3 organization licensee conducts 2 separate programs of races on 4 any day, each such program shall be considered a separate 5 racing day for purposes of determining the daily handle and 6 computing the privilege tax on such daily handle as provided in 7 subsection (a) of this Section.

8 (c) Licensees shall at all times keep accurate books and 9 records of all monies wagered on each day of a race meeting and 10 of the taxes paid to the Department of Revenue under the provisions of this Section. The Board or its duly authorized 11 representative or representatives shall at all reasonable 12 13 times have access to such records for the purpose of examining 14 and checking the same and ascertaining whether the proper 15 amount of taxes is being paid as provided. The Board shall 16 require verified reports and a statement of the total of all monies wagered daily at each wagering facility upon which the 17 18 taxes are assessed and may prescribe forms upon which such 19 reports and statement shall be made.

(d) Any licensee failing or refusing to pay the amount of any tax due under this Section shall be guilty of a business offense and upon conviction shall be fined not more than \$5,000 in addition to the amount found due as tax under this Section. Each day's violation shall constitute a separate offense. All fines paid into Court by a licensee hereunder shall be transmitted and paid over by the Clerk of the Court to the 1 Board.

2 (e) No other license fee, privilege tax, excise tax, or 3 racing fee, except as provided in this Act, shall be assessed 4 or collected from any such licensee by the State.

5 (f) No other license fee, privilege tax, excise tax or racing fee shall be assessed or collected from any such 6 licensee by units of local government except as provided in 7 8 paragraph 10.1 of subsection (h) and subsection (f) of Section 9 26 of this Act. However, any municipality that has a Board 10 licensed horse race meeting at a race track wholly within its 11 corporate boundaries or a township that has a Board licensed horse race meeting at a race track wholly within the 12 13 unincorporated area of the township may charge a local amusement tax not to exceed 10¢ per admission to such horse 14 15 race meeting by the enactment of an ordinance. However, any 16 municipality or county that has a Board licensed inter-track wagering location facility wholly within its corporate 17 boundaries may each impose an admission fee not to exceed \$1.00 18 19 per admission to such inter-track wagering location facility, 20 so that a total of not more than \$2.00 per admission may be 21 imposed. Except as provided in subparagraph (g) of Section 27 22 of this Act, the inter-track wagering location licensee shall 23 collect any and all such fees and within 48 hours remit the 24 fees to the Board, which shall, pursuant to rule, cause the 25 fees to be distributed to the county or municipality.

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(g) Notwithstanding any provision in this Act to the

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1 contrary, if in any calendar year the total taxes and fees required to be collected from licensees and distributed under 2 3 this Act to all State and local governmental authorities 4 exceeds the amount of such taxes and fees distributed to each 5 State and local governmental authority to which each State and local governmental authority was entitled under this Act for 6 calendar year 1994, then the first \$11 million of that excess 7 8 amount shall be allocated at the earliest possible date for 9 distribution as purse money for the succeeding calendar year. 10 Upon reaching the 1994 level, and until the excess amount of 11 taxes and fees exceeds \$11 million, the Board shall direct all licensees to cease paying the subject taxes and fees and the 12 13 Board shall direct all licensees to allocate any such excess 14 amount for purses as follows:

(i) the excess amount shall be initially divided between thoroughbred and standardbred purses based on the thoroughbred's and standardbred's respective percentages of total Illinois live wagering in calendar year 1994;

(ii) each thoroughbred and standardbred organization 19 20 licensee issued an organization licensee in that 21 succeeding allocation year shall be allocated an amount 22 equal to the product of its percentage of total Illinois 23 live thoroughbred or standardbred wagering in calendar 24 year 1994 (the total to be determined based on the sum of 25 1994 on-track wagering for all organization licensees 26 issued organization licenses in both the allocation year 09600SB1298ham001 -51- LRB096 10399 AMC 25486 a

1 and the preceding year) multiplied by the total amount standardbred or 2 allocated for thoroughbred purses, provided that the first \$1,500,000 of the amount allocated 3 4 to standardbred purses under item (i) shall be allocated to 5 the Department of Agriculture to be expended with the assistance and advice of the Illinois Standardbred 6 Breeders Funds Advisory Board for the purposes listed in 7 8 subsection (g) of Section 31 of this Act, before the amount 9 allocated to standardbred purses under item (i) is 10 allocated to standardbred organization licensees in the 11 succeeding allocation year.

To the extent the excess amount of taxes and fees to be collected and distributed to State and local governmental authorities exceeds \$11 million, that excess amount shall be collected and distributed to State and local authorities as provided for under this Act.

17 (Source: P.A. 94-805, eff. 5-26-06.)

Section 99. Effective date. This Act takes effect upon becoming law.".