



97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

HB0108

Introduced 1/12/2011, by Rep. Thomas Holbrook

SYNOPSIS AS INTRODUCED:

230 ILCS 20/3.1
230 ILCS 20/3.2
230 ILCS 30/6

from Ch. 120, par. 1126

Amends the Illinois Pull Tabs and Jar Games Act. Removes language providing that production standards for pull tabs and jar games shall include the name of the supplier which shall appear in plain view to the casual observer on the face side of each pull tab ticket and on each jar game ticket. Amends the Charitable Games Act. Provides that a supplier shall permanently affix his or her name to all charitable games equipment and supplies, not including pull tabs. Makes other changes.

LRB097 05508 ASK 45568 b

1 AN ACT concerning gaming.

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

4 Section 5. The Illinois Pull Tabs and Jar Games Act is
5 amended by changing Sections 3.1 and 3.2 as follows:

6 (230 ILCS 20/3.1)

7 Sec. 3.1. Suppliers' license. The Department shall issue a
8 suppliers' license permitting a person, firm or corporation to
9 sell or distribute to any organization licensed to conduct pull
10 tabs and jar games supplies, devices or other equipment
11 designed for use in the playing of pull tabs and jar games. No
12 person, firm or corporation shall sell or distribute pull tabs
13 and jar games supplies without having first obtained a license.
14 Licensed suppliers shall buy pull tabs and jar games only from
15 licensed manufacturers and shall sell pull tabs and jar games
16 only to licensed organizations. Licensed organizations shall
17 buy pull tabs and jar games only from licensed suppliers.
18 Applications for suppliers' licenses shall be made in writing
19 in accordance with Department rules. The Department shall
20 license suppliers of pull tabs and jar games subject to a
21 nonrefundable annual fee of \$5,000, or a nonrefundable
22 triennial supplier's fee of \$15,000. Each suppliers' license is
23 valid for one year from date of issuance, or 3 years from date

1 of issuance for a triennial license, unless extended,
2 suspended, or revoked by Department action before that date.
3 Any extension of a suppliers' license shall not exceed one
4 year. No licensed supplier under this Act shall sell,
5 distribute or allow the use of any supplies, devices or
6 equipment designed for use in the play of pull tabs and jar
7 games for the conducting of anything other than pull tabs and
8 jar games or to any person or organization not otherwise
9 licensed under this Act.

10 The Department shall adopt by rule minimum quality
11 production standards for pull tabs and jar games. In
12 determining those standards, the Department shall consider the
13 standards adopted by the National Association of Gambling
14 Regulatory Agencies and the National Association of
15 Fundraising Ticket Manufacturers. ~~The standards shall include~~
16 ~~the name of the supplier which shall appear in plain view to~~
17 ~~the casual observer on the face side of each pull tab ticket~~
18 ~~and on each jar game ticket.~~ The pull tab ticket shall contain
19 the name of the game, the selling price of the ticket, the
20 amount of the prize and the serial number of the ticket. The
21 back side of a pull tab ticket shall contain a series of
22 perforated tabs marked "open here". The logo of the
23 manufacturer shall be clearly visible on each jar game ticket.

24 (Source: P.A. 95-228, eff. 8-16-07.)

1 Sec. 3.2. Manufacturers' license. The Department shall
2 issue a manufacturers' license permitting a person, firm or
3 corporation that produces, creates, constructs, assembles or
4 otherwise manufactures pull tab and jar games to sell or
5 distribute to any organization licensed to supply pull tabs and
6 jar games. No person, firm or corporation shall produce,
7 create, construct, assemble or otherwise manufacture pull tab
8 and jar games without having first obtained a license. Licensed
9 manufacturers may sell pull tabs and jar games only to licensed
10 suppliers. Applications for manufacturers' licenses shall be
11 made in writing in accordance with Department rules. The
12 Department of Revenue shall license manufacturers of pull tabs
13 and jar games subject to a nonrefundable annual fee of \$5,000,
14 or a triennial supplier's license fee of \$15,000. Each
15 manufacturers' license is valid for one year from date of
16 issuance, or 3 years from date of issuance for a triennial
17 license, unless extended, suspended, or revoked by Department
18 action before that date. Any extension of a manufacturers'
19 license shall not exceed one year.

20 The Department shall adopt by rule minimum quality
21 production standards for pull tabs and jar games. In
22 determining those standards, the Department shall consider the
23 standards adopted by the National Association of Gambling
24 Regulatory Agencies and the National Association of
25 Fundraising Ticket Manufacturers. ~~The standards shall include~~
26 ~~the name of the supplier which shall appear in plain view to~~

1 ~~the casual observer on the face side of each pull tab ticket~~
2 ~~and on each jar game ticket.~~ The pull tab ticket shall contain
3 the name of the game, the selling price of the ticket, the
4 amount of the prize and the serial number of the ticket. The
5 back side of a pull tab ticket shall contain a series of
6 perforated tabs marked "open here". The logo of the
7 manufacturer shall be clearly visible on each jar game ticket.
8 (Source: P.A. 95-228, eff. 8-16-07.)

9 Section 10. The Charitable Games Act is amended by changing
10 Section 6 as follows:

11 (230 ILCS 30/6) (from Ch. 120, par. 1126)

12 Sec. 6. Supplier's license. The Department shall issue a
13 supplier's license permitting a person, firm, or corporation to
14 sell, lease, lend or distribute to any organization licensed to
15 conduct charitable games, supplies, devices, and other
16 equipment designed for use in the playing of charitable games.
17 No person, firm, or corporation shall sell, lease, lend, or
18 distribute charitable games supplies or equipment without
19 having first obtained a license. Applications for suppliers'
20 licenses shall be made in writing in accordance with Department
21 rules. The Department shall license suppliers of charitable
22 games subject to a nonrefundable annual fee of \$500, or a
23 nonrefundable triennial fee of \$1,500. Each supplier's license
24 is valid for one year from the date of issuance, or 3 years

1 from date of issuance for a triennial license, unless extended,
2 suspended, or revoked by Department action before that date.
3 Any extension of a supplier's license shall not exceed one
4 year. No licensed supplier under this Act shall lease, lend, or
5 distribute charitable gaming equipment, supplies, or other
6 devices to persons not otherwise licensed to conduct charitable
7 games under this Act. The Department may require by rule for
8 the provision of surety bonds by suppliers. A supplier shall
9 keep among its books and records and make available for
10 inspection by the Department a list of all products and
11 equipment offered for sale or lease to any organization
12 licensed to conduct charitable games, and all such products and
13 equipment shall be sold or leased at the prices shown on the
14 books and records. A supplier shall keep all such products and
15 equipment segregated and separate from any other products,
16 materials or equipment that it might own, sell, or lease. A
17 supplier must include in its application for a license the
18 exact location of the storage of the products, materials, or
19 equipment. A supplier, as a condition of licensure, must
20 consent to permitting the Department's employees to enter
21 supplier's premises to inspect and test all equipment and
22 devices. A supplier shall keep books and records for the
23 furnishing of products and equipment to charitable games
24 separate and distinct from any other business the supplier
25 might operate. All products and equipment supplied must be in
26 accord with the Department's rules and regulations. A supplier

1 shall not alter or modify any equipment or supplies, or possess
2 any equipment or supplies so altered or modified, so as to
3 allow the possessor or operator of the equipment to obtain a
4 greater chance of winning a game other than as under normal
5 rules of play of such games. The supplier shall not require an
6 organization to pay a percentage of the proceeds from the
7 charitable games for the use of the products or equipment. The
8 supplier shall file a quarterly return with the Department
9 listing all sales or leases for such quarter and the gross
10 proceeds from such sales or leases. A supplier shall
11 permanently affix his or her name to all charitable games
12 equipment and ~~7~~ supplies, not including ~~and~~ pull tabs. A
13 supplier shall not have any interest in any providers'
14 business, either direct or indirect. If the supplier leases his
15 equipment for use at an unlicensed charitable games or to an
16 unlicensed sponsoring group, then all equipment so leased is
17 forfeited to the State.

18 Organizations licensed to conduct charitable games may own
19 their own equipment. Such organizations must apply to the
20 Department for an ownership permit. Any such application must
21 be accompanied by a one-time, nonrefundable fee of \$50. Such
22 organizations shall file an annual report listing their
23 inventory of charitable games equipment. Such organizations
24 may lend such equipment without compensation to other licensed
25 organizations without applying for a suppliers license.

26 No employee, owner, or officer of a supplier may

1 participate in the management or operation of a charitable
2 games event, even if the employee, owner, or officer is also a
3 member, volunteer, or employee of the charitable games
4 licensee. A supplier may not promote or solicit a charitable
5 games event on behalf of a charitable games licensee or
6 qualified organization.

7 (Source: P.A. 94-986, eff. 6-30-06; 95-228, eff. 8-16-07.)