

Rep. Jay Hoffman

## Filed: 5/3/2013

	09800SB1493ham001 LRB098 05635 AMC 45228 a
1	AMENDMENT TO SENATE BILL 1493
2	AMENDMENT NO Amend Senate Bill 1493, on page 1,
3	line 5, by replacing "Section 26" with "Sections 26 and 30";
4	and
5	on page 42, immediately below line 1, by inserting the
6	following:
7	"(230 ILCS 5/30) (from Ch. 8, par. 37-30)
8	Sec. 30. (a) The General Assembly declares that it is the
9	policy of this State to encourage the breeding of thoroughbred
10	horses in this State and the ownership of such horses by
11	residents of this State in order to provide for: sufficient
12	numbers of high quality thoroughbred horses to participate in
13	thoroughbred racing meetings in this State, and to establish
14	and preserve the agricultural and commercial benefits of such
15	breeding and racing industries to the State of Illinois. It is
16	the intent of the General Assembly to further this policy by

1 the provisions of this Act.

(b) Each organization licensee conducting a thoroughbred 2 3 racing meeting pursuant to this Act shall provide at least two 4 races each day limited to Illinois conceived and foaled horses 5 or Illinois foaled horses or both. A minimum of 6 races shall be conducted each week limited to Illinois conceived and foaled 6 or Illinois foaled horses or both. No horses shall be permitted 7 8 to start in such races unless duly registered under the rules 9 of the Department of Agriculture.

10 (c) Conditions of races under subsection (b) shall be 11 commensurate with past performance, quality, and class of 12 Illinois conceived and foaled and Illinois foaled horses 13 available. If, however, sufficient competition cannot be had 14 among horses of that class on any day, the races may, with 15 consent of the Board, be eliminated for that day and substitute 16 races provided.

17 (d) There is hereby created a special fund of the State
18 Treasury to be known as the Illinois Thoroughbred Breeders
19 Fund.

Except as provided in subsection (g) of Section 27 of this Act, 8.5% of all the monies received by the State as privilege taxes on Thoroughbred racing meetings shall be paid into the Illinois Thoroughbred Breeders Fund.

(e) The Illinois Thoroughbred Breeders Fund shall be
 administered by the Department of Agriculture with the advice
 and assistance of the Advisory Board created in subsection (f)

1 of this Section.

(f) The Illinois Thoroughbred Breeders Fund Advisory Board 2 3 shall consist of the Director of the Department of Agriculture, 4 who shall serve as Chairman; a member of the Illinois Racing Board, designated by it; 3 + 2 representatives 5 of the licensees conducting thoroughbred 6 organization racing meetings, recommended by them; 2 representatives of 7 the 8 Illinois Thoroughbred Breeders and Owners Foundation, 9 recommended by it; and 2 representatives of the Horsemen's 10 Benevolent Protective Association or any successor 11 organization established in Illinois comprised of the largest number of owners and trainers, recommended by it, with one 12 13 representative of the Horsemen's Benevolent and Protective 14 Association to come from its Illinois Division, and one from 15 its Chicago Division. Advisory Board members shall serve for 2 16 years commencing January 1 of each odd numbered year. If representatives of the organization licensees conducting 17 thoroughbred racing meetings, the Illinois Thoroughbred 18 19 Breeders and Owners Foundation, and the Horsemen's Benevolent 20 Protection Association have not been recommended by January 1, 21 of each odd numbered year, the Director of the Department of 22 Agriculture shall make an appointment for the organization failing to so recommend a member of the Advisory Board. 23 24 Advisory Board members shall receive no compensation for their 25 services as members but shall be reimbursed for all actual and 26 necessary expenses and disbursements incurred in the execution

09800SB1493ham001

1 of their official duties.

2 No monies shall be expended from the Tllinois (q) 3 Thoroughbred Breeders Fund except as appropriated by the 4 General Assembly. Monies appropriated from the Illinois 5 Thoroughbred Breeders Fund shall be expended by the Department of Agriculture, with the advice and assistance of the Illinois 6 Thoroughbred Breeders Fund Advisory Board, for the following 7 8 purposes only:

9 (1) To provide purse supplements to owners of horses 10 participating in races limited to Illinois conceived and foaled and Illinois foaled horses. Any such purse 11 supplements shall not be included in and shall be paid in 12 13 addition to any purses, stakes, or breeders' awards offered 14 by each organization licensee as determined by agreement 15 between such organization licensee and an organization 16 representing the horsemen. No monies from the Illinois Thoroughbred Breeders Fund shall be used to provide purse 17 supplements for claiming races in which the minimum 18 19 claiming price is less than \$7,500.

20 (2) To provide stakes and awards to be paid to the 21 owners of the winning horses in certain races limited to 22 Illinois conceived and foaled and Illinois foaled horses 23 designated as stakes races.

(2.5) To provide an award to the owner or owners of an
Illinois conceived and foaled or Illinois foaled horse that
wins a maiden special weight, an allowance, overnight

-5- LRB098 05635 AMC 45228 a

1 handicap race, or claiming race with claiming price of \$10,000 or more providing the race is not restricted to 2 3 Illinois conceived and foaled or Illinois foaled horses. Awards shall also be provided to the owner or owners of 4 5 Illinois conceived and foaled and Illinois foaled horses that place second or third in those races. To the extent 6 7 that additional moneys are required to pay the minimum additional awards of 40% of the purse the horse earns for 8 9 placing first, second or third in those races for Illinois 10 foaled horses and of 60% of the purse the horse earns for placing first, second or third in those races for Illinois 11 12 conceived and foaled horses, those moneys shall be provided 13 from the purse account at the track where earned.

09800SB1493ham001

14 (3) To provide stallion awards to the owner or owners 15 of any stallion that is duly registered with the Illinois Thoroughbred Breeders Fund Program prior to the effective 16 date of this amendatory Act of 1995 whose duly registered 17 18 Illinois conceived and foaled offspring wins a race 19 conducted at an Illinois thoroughbred racing meeting other than a claiming race. Such award shall not be paid to the 20 owner or owners of an Illinois stallion that served outside 21 22 this State at any time during the calendar year in which 23 such race was conducted.

(4) To provide \$75,000 annually for purses to be
 distributed to county fairs that provide for the running of
 races during each county fair exclusively for the

09800SB1493ham001 -6- LRB098 05635 AMC 45228 a

1 thoroughbreds conceived and foaled in Illinois. The conditions of the races shall be developed by the county 2 3 fair association and reviewed by the Department with the advice and assistance of the Illinois Thoroughbred 4 5 Breeders Fund Advisory Board. There shall be no wagering of any kind on the running of Illinois conceived and foaled 6 7 races at county fairs.

8 (4.1) To provide purse money for an Illinois stallion9 stakes program.

10 (5) No less than 80% of all monies appropriated from 11 the Illinois Thoroughbred Breeders Fund shall be expended 12 for the purposes in (1), (2), (2.5), (3), (4), (4.1), and 13 (5) as shown above.

14 (6) To provide for educational programs regarding the15 thoroughbred breeding industry.

16 (7) To provide for research programs concerning the17 health, development and care of the thoroughbred horse.

18 (8) To provide for a scholarship and training program
19 for students of equine veterinary medicine.

20 (9) To provide for dissemination of public information
21 designed to promote the breeding of thoroughbred horses in
22 Illinois.

(10) To provide for all expenses incurred in the
administration of the Illinois Thoroughbred Breeders Fund.
(h) Whenever the Governor finds that the amount in the
Illinois Thoroughbred Breeders Fund is more than the total of

1 the outstanding appropriations from such fund, the Governor 2 shall notify the State Comptroller and the State Treasurer of 3 such fact. The Comptroller and the State Treasurer, upon 4 receipt of such notification, shall transfer such excess amount 5 from the Illinois Thoroughbred Breeders Fund to the General 6 Revenue Fund.

(i) A sum equal to 12 1/2% of the first prize money of 7 8 every purse won by an Illinois foaled or an Illinois conceived 9 and foaled horse in races not limited to Illinois foaled horses 10 or Illinois conceived and foaled horses, or both, shall be paid 11 by the organization licensee conducting the horse race meeting. Such sum shall be paid from the organization licensee's share 12 13 of the money wagered as follows: 11 1/2% to the breeder of the 14 winning horse and 1% to the organization representing 15 thoroughbred breeders and owners whose representative serves 16 on the Illinois Thoroughbred Breeders Fund Advisory Board for verifying the amounts of breeders' awards earned, assuring 17 18 their distribution in accordance with this Act, and servicing and promoting the Illinois thoroughbred horse racing industry. 19 20 The organization representing thoroughbred breeders and owners shall cause all expenditures of monies received under this 21 22 subsection (i) to be audited at least annually by a registered 23 public accountant. The organization shall file copies of each 24 annual audit with the Racing Board, the Clerk of the House of 25 Representatives and the Secretary of the Senate, and shall make 26 copies of each annual audit available to the public upon 09800SB1493ham001 -8- LRB098 05635 AMC 45228 a

1 request and upon payment of the reasonable cost of photocopying 2 the requested number of copies. Such payments shall not reduce 3 any award to the owner of the horse or reduce the taxes payable under this Act. Upon completion of its racing meet, each 4 5 organization licensee shall deliver to the organization 6 thoroughbred breeders representing and owners whose representative serves on the Illinois Thoroughbred Breeders 7 Fund Advisory Board a listing of all the Illinois foaled and 8 9 the Illinois conceived and foaled horses which won breeders' awards and the amount of such breeders' awards under this 10 11 subsection to verify accuracy of payments and assure proper distribution of breeders' awards in accordance with the 12 13 provisions of this Act. Such payments shall be delivered by the organization licensee within 30 days of the end of each race 14 15 meeting.

16 (j) A sum equal to 12 1/2% of the first prize money won in each race limited to Illinois foaled horses or Illinois 17 18 conceived and foaled horses, or both, shall be paid in the following manner by the organization licensee conducting the 19 20 horse race meeting, from the organization licensee's share of 21 the money wagered: 11 1/2% to the breeders of the horses in 22 each such race which are the official first, second, third and 23 fourth finishers and 1% to the organization representing 24 thoroughbred breeders and owners whose representative serves 25 on the Illinois Thoroughbred Breeders Fund Advisory Board for 26 verifying the amounts of breeders' awards earned, assuring

09800SB1493ham001 -9- LRB098 05635 AMC 45228 a

1 their proper distribution in accordance with this Act, and servicing and promoting the Illinois thoroughbred horse racing 2 3 industry. The organization representing thoroughbred breeders 4 and owners shall cause all expenditures of monies received 5 under this subsection (j) to be audited at least annually by a registered public accountant. The organization shall file 6 copies of each annual audit with the Racing Board, the Clerk of 7 8 the House of Representatives and the Secretary of the Senate, and shall make copies of each annual audit available to the 9 10 public upon request and upon payment of the reasonable cost of 11 photocopying the requested number of copies.

12 The 11 1/2% paid to the breeders in accordance with this 13 subsection shall be distributed as follows:

14 (1) 60% of such sum shall be paid to the breeder of the15 horse which finishes in the official first position;

16 (2) 20% of such sum shall be paid to the breeder of the
17 horse which finishes in the official second position;

18 (3) 15% of such sum shall be paid to the breeder of the19 horse which finishes in the official third position; and

20 (4) 5% of such sum shall be paid to the breeder of the21 horse which finishes in the official fourth position.

Such payments shall not reduce any award to the owners of a horse or reduce the taxes payable under this Act. Upon completion of its racing meet, each organization licensee shall deliver to the organization representing thoroughbred breeders and owners whose representative serves on the Illinois 1 Thoroughbred Breeders Fund Advisory Board a listing of all the 2 Illinois foaled and the Illinois conceived and foaled horses 3 which won breeders' awards and the amount of such breeders' 4 awards in accordance with the provisions of this Act. Such 5 payments shall be delivered by the organization licensee within 6 30 days of the end of each race meeting.

(k) The term "breeder", as used herein, means the owner of 7 8 the mare at the time the foal is dropped. An "Illinois foaled 9 horse" is a foal dropped by a mare which enters this State on 10 or before December 1, in the year in which the horse is bred, provided the mare remains continuously in this State until its 11 foal is born. An "Illinois foaled horse" also means a foal born 12 13 of a mare in the same year as the mare enters this State on or 14 before March 1, and remains in this State at least 30 days 15 after foaling, is bred back during the season of the foaling to 16 Illinois Registered Stallion (unless a veterinarian an 17 certifies that the mare should not be bred for health reasons), and is not bred to a stallion standing in any other state 18 during the season of foaling. An "Illinois foaled horse" also 19 20 means a foal born in Illinois of a mare purchased at public 21 auction subsequent to the mare entering this State prior to 22 February 1 of the foaling year providing the mare is owned 23 solely by one or more Illinois residents or an Illinois entity 24 that is entirely owned by one or more Illinois residents.

(1) The Department of Agriculture shall, by rule, with theadvice and assistance of the Illinois Thoroughbred Breeders

09800SB1493ham001

1 Fund Advisory Board:

(1) Qualify stallions for Illinois breeding; 2 such stallions to stand for service within the State of Illinois 3 at the time of a foal's conception. Such stallion must not 4 5 stand for service at any place outside the State of Illinois during the calendar year in which the foal is 6 conceived. The Department of Agriculture may assess and 7 fees for the 8 collect application registration of 9 Illinois-eligible stallions. All fees collected are to be 10 paid into the Illinois Thoroughbred Breeders Fund.

11 (2) Provide for the registration of Illinois conceived and foaled horses and Illinois foaled horses. No such horse 12 13 shall compete in the races limited to Illinois conceived 14 and foaled horses or Illinois foaled horses or both unless 15 registered with the Department of Agriculture. The 16 Department of Agriculture may prescribe such forms as are necessary to determine the eligibility of such horses. The 17 18 Department of Agriculture may assess and collect 19 application fees for the registration of Illinois-eligible 20 foals. All fees collected are to be paid into the Illinois 21 Thoroughbred Breeders Fund. No person shall knowingly 22 prepare or cause preparation of an application for 23 registration of such foals containing false information.

(m) The Department of Agriculture, with the advice and
 assistance of the Illinois Thoroughbred Breeders Fund Advisory
 Board, shall provide that certain races limited to Illinois

conceived and foaled and Illinois foaled horses be stakes races
 and determine the total amount of stakes and awards to be paid
 to the owners of the winning horses in such races.

4 In determining the stakes races and the amount of awards 5 for such races, the Department of Agriculture shall consider factors, including but not limited to, the amount of money 6 appropriated for the Illinois Thoroughbred Breeders Fund 7 program, organization licensees' contributions, availability 8 9 of stakes caliber horses as demonstrated by past performances, 10 whether the race can be coordinated into the proposed racing 11 dates within organization licensees' racing dates, opportunity for colts and fillies and various age groups to race, public 12 wagering on such races, and the previous racing schedule. 13

14 (n) The Board and the organizational licensee shall notify 15 the Department of the conditions and minimum purses for races 16 limited to Illinois conceived and foaled and Illinois foaled horses conducted for each organizational licensee conducting a 17 thoroughbred racing meeting. The Department of Agriculture 18 19 with the advice and assistance of the Illinois Thoroughbred 20 Breeders Fund Advisory Board may allocate monies for purse supplements for such races. In determining whether to allocate 21 money and the amount, the Department of Agriculture shall 22 23 consider factors, including but not limited to, the amount of 24 money appropriated for the Illinois Thoroughbred Breeders Fund 25 program, the number of races that may occur, and the 26 organizational licensee's purse structure.

09800SB1493ham001 -13- LRB098 05635 AMC 45228 a

1 order to improve the breeding quality of (0) In 2 thoroughbred horses in the State, the General Assembly 3 recognizes that existing provisions of this Section to 4 encourage such quality breeding need to be revised and 5 strengthened. As such, a Thoroughbred Breeder's Program Task 6 Force is to be appointed by the Governor by September 1, 1999 7 to make recommendations to the General Assembly by no later than March 1, 2000. This task force is to be composed of 2 8 9 representatives from the Illinois Thoroughbred Breeders and 10 Owners Foundation, 2 from the Illinois Thoroughbred Horsemen's 11 Association, 3 from Illinois race tracks operating 12 thoroughbred race meets for an average of at least 30 days in 13 the past 3 years, the Director of Agriculture, the Executive Director of the Racing Board, who shall serve as Chairman. 14

15 (Source: P.A. 91-40, eff. 6-25-99.)".