

Sen. Rickey R. Hendon

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1	AMENDMENT TO SENATE BILL 1591
2	AMENDMENT NO Amend Senate Bill 1591 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The Illinois Horse Racing Act of 1975 is
5	amended by changing Section 30 as follows:
6	(230 ILCS 5/30) (from Ch. 8, par. 37-30)
7	Sec. 30. (a) The The General Assembly declares that it is
8	the policy of this State to encourage the breeding of
9	thoroughbred horses in this State and the ownership of such
10	horses by residents of this State in order to provide for:
11	sufficient numbers of high quality thoroughbred horses to
12	participate in thoroughbred racing meetings in this State, and
13	to establish and preserve the agricultural and commercial
14	benefits of such breeding and racing industries to the State of
15	Illinois. It is the intent of the General Assembly to further
16	this policy by the provisions of this Act.

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

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

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

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

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

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

19 (2) To provide stakes and awards to be paid to the
20 owners of the winning horses in certain races limited to
21 Illinois conceived and foaled and Illinois foaled horses
22 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
handicap race, or claiming race with claiming price of

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

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

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conditions of the races shall be developed by the county fair association and reviewed by the Department with the advice and assistance of the Illinois Thoroughbred Breeders Fund Advisory Board. There shall be no wagering of any kind on the running of Illinois conceived and foaled races at county fairs.

7 (4.1) To provide purse money for an Illinois stallion
8 stakes program.

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

13 (6) To provide for educational programs regarding the14 thoroughbred breeding industry.

15 (7) To provide for research programs concerning thehealth, development and care of the thoroughbred horse.

17 (8) To provide for a scholarship and training program18 for students of equine veterinary medicine.

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

(10) To provide for all expenses incurred in theadministration 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
the outstanding appropriations from such fund, the Governor

shall notify the State Comptroller and the State Treasurer of
 such fact. The Comptroller and the State Treasurer, upon
 receipt of such notification, shall transfer such excess amount
 from the Illinois Thoroughbred Breeders Fund to the General
 Revenue Fund.

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(i) A sum equal to  $12 \ 1/2\%$  of the first prize money of 6 every purse won by an Illinois foaled or an Illinois conceived 7 8 and foaled horse in races not limited to Illinois foaled horses 9 or Illinois conceived and foaled horses, or both, shall be paid 10 by the organization licensee conducting the horse race meeting. 11 Such sum shall be paid from the organization licensee's share of the money wagered as follows: 11 1/2% to the breeder of the 12 13 winning horse and 1% to the organization representing 14 thoroughbred breeders and owners whose representative serves 15 on the Illinois Thoroughbred Breeders Fund Advisory Board for 16 verifying the amounts of breeders' awards earned, assuring their distribution in accordance with this Act, and servicing 17 18 and promoting the Illinois thoroughbred horse racing industry. 19 The organization representing thoroughbred breeders and owners 20 shall cause all expenditures of monies received under this 21 subsection (i) to be audited at least annually by a registered 22 public accountant. The organization shall file copies of each 23 annual audit with the Racing Board, the Clerk of the House of 24 Representatives and the Secretary of the Senate, and shall make 25 copies of each annual audit available to the public upon 26 request and upon payment of the reasonable cost of photocopying 09500SB1591sam001 -8- LRB095 11101 AMC 33212 a

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

15 (j) A sum equal to  $12 \ 1/2$ % of the first prize money won in 16 each race limited to Illinois foaled horses or Illinois conceived and foaled horses, or both, shall be paid in the 17 18 following manner by the organization licensee conducting the 19 horse race meeting, from the organization licensee's share of 20 the money wagered: 11 1/2% to the breeders of the horses in 21 each such race which are the official first, second, third and 22 fourth finishers and 1% to the organization representing 23 thoroughbred breeders and owners whose representative serves 24 on the Illinois Thoroughbred Breeders Fund Advisory Board for 25 verifying the amounts of breeders' awards earned, assuring 26 their proper distribution in accordance with this Act, and 09500SB1591sam001 -9- LRB095 11101 AMC 33212 a

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

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

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

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

17 (3) 15% of such sum shall be paid to the breeder of the18 horse which finishes in the official third position; and

19 (4) 5% of such sum shall be paid to the breeder of the20 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 Thoroughbred Breeders Fund Advisory Board a listing of all the 09500SB1591sam001 -10- LRB095 11101 AMC 33212 a

1 Illinois foaled and the Illinois conceived and foaled horses 2 which won breeders' awards and the amount of such breeders' 3 awards in accordance with the provisions of this Act. Such 4 payments shall be delivered by the organization licensee within 5 30 days of the end of each race meeting.

(k) The term "breeder", as used herein, means the owner of 6 7 the mare at the time the foal is dropped. An "Illinois foaled 8 horse" is a foal dropped by a mare which enters this State on 9 or before December 1, in the year in which the horse is bred, 10 provided the mare remains continuously in this State until its 11 foal is born. An "Illinois foaled horse" also means a foal born of a mare in the same year as the mare enters this State on or 12 13 before March 1, and remains in this State at least 30 days 14 after foaling, is bred back during the season of the foaling to 15 Illinois Registered Stallion (unless a veterinarian an 16 certifies that the mare should not be bred for health reasons), and is not bred to a stallion standing in any other state 17 during the season of foaling. An "Illinois foaled horse" also 18 19 means a foal born in Illinois of a mare purchased at public 20 auction subsequent to the mare entering this State prior to 21 February 1 of the foaling year providing the mare is owned 22 solely by one or more Illinois residents or an Illinois entity 23 that is entirely owned by one or more Illinois residents.

(1) The Department of Agriculture shall, by rule, with the
 advice and assistance of the Illinois Thoroughbred Breeders
 Fund Advisory Board:

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

10 (2) Provide for the registration of Illinois conceived 11 and foaled horses and Illinois foaled horses. No such horse shall compete in the races limited to Illinois conceived 12 and foaled horses or Illinois foaled horses or both unless 13 14 registered with the Department of Agriculture. The 15 Department of Agriculture may prescribe such forms as are 16 necessary to determine the eligibility of such horses. The Agriculture 17 Department of may assess and collect. 18 application fees for the registration of Illinois-eligible foals. All fees collected are to be paid into the Illinois 19 20 Thoroughbred Breeders Fund. No person shall knowingly 21 prepare or cause preparation of an application for 22 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 1 and determine the total amount of stakes and awards to be paid to the owners of the winning horses in such races. 2

In determining the stakes races and the amount of awards 3 4 for such races, the Department of Agriculture shall consider 5 factors, including but not limited to, the amount of money appropriated for the Illinois Thoroughbred Breeders Fund 6 program, organization licensees' contributions, availability 7 8 of stakes caliber horses as demonstrated by past performances, whether the race can be coordinated into the proposed racing 9 dates within organization licensees' racing dates, opportunity 10 11 for colts and fillies and various age groups to race, public wagering on such races, and the previous racing schedule. 12

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

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order to improve the breeding quality of  $(\circ)$ In

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

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