



104TH GENERAL ASSEMBLY

State of Illinois

2025 and 2026

SB1564

Introduced 2/4/2025, by Sen. Paul Faraci

SYNOPSIS AS INTRODUCED:

20 ILCS 1305/10-80 new
20 ILCS 1605/9.3
20 ILCS 1605/20 from Ch. 120, par. 1170
20 ILCS 1605/21.18 new
30 ILCS 105/5.1030 new

Amends the Illinois Lottery Law. Provides that if a scratch-off game is discontinued, then the Department of the Lottery shall offer a special instant scratch-off game for the benefit of the Illinois Developmental Disabilities Services Scratch-Off Fund for developmental disabilities services under the Independent Service Coordination agencies. Provides that the game shall commence as soon practical after the discontinuation and shall operate for 5 years. Requires that the net revenue from the developmental disabilities services scratch-off game be deposited into the Illinois Developmental Disabilities Services Scratch-Off Fund. Allows the Department to adopt rules to implement the provisions. Creates the Illinois Developmental Disabilities Services Scratch-Off Fund. Makes conforming changes in the Department of Human Services Act and the State Finance Act. Effective immediately.

LRB104 08185 LNS 18235 b

1 AN ACT concerning State government.

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

4 Section 5. The Department of Human Services Act is amended
5 by adding Section 10-80 as follows:

6 (20 ILCS 1305/10-80 new)

7 Sec. 10-80. Administration of the Illinois Developmental
8 Disabilities Services Scratch-Off Fund. The Department of
9 Human Services shall administer the Illinois Developmental
10 Disabilities Services Scratch-off Fund. The Department shall
11 pass all of the moneys deposited in the Fund as grants for
12 services provided by the Independent Service Coordination
13 agencies as defined in Section 10 of the Disabilities Services
14 Act of 2003.

15 Section 10. The Illinois Lottery Law is amended by
16 changing Sections 9.3 and 20 and by adding Section 21.18 as
17 follows:

18 (20 ILCS 1605/9.3)

19 Sec. 9.3. Expenditure and distribution of lottery
20 proceeds.

21 (a) Beginning July 1, 2022, except as provided in Sections

1 21.4, 21.5, 21.6, 21.7, 21.8, 21.9, 21.10, 21.11, 21.13,
2 21.15, ~~and~~ 21.16, and 21.18 of this Law and Section 25-70 of
3 the Sports Wagering Act, the Department shall distribute all
4 proceeds of lottery tickets and shares sold in the following
5 priority and manner:

6 (1) The payment of prizes and retailer bonuses.

7 (2) The payment of costs incurred in the operation and
8 administration of the Lottery, including the payment of
9 sums due to the private manager under the management
10 agreement with the Department and including costs of
11 administering the Lottery sports wagering program pursuant
12 to Section 25-70 of the Sports Wagering Act.

13 (3) On the last day of each month or as soon thereafter
14 as possible, the State Comptroller shall direct and the
15 State Treasurer shall transfer from the State Lottery Fund
16 to the Common School Fund the Department's estimate of net
17 lottery proceeds.

18 (4) If an amount in excess of the annual net lottery
19 proceeds is transferred for a fiscal year, then the
20 Department shall offset the monthly transfers of estimated
21 net lottery proceeds during the following fiscal year by
22 that excess amount. If an amount less than the annual net
23 lottery proceeds is transferred for a fiscal year, then
24 after the related annual fiscal year audit is completed
25 following such fiscal year, the Department shall direct
26 the deposit of any remaining annual net lottery proceeds

1 from such fiscal year, subject to payments under
2 paragraphs (1) and (2), into the Common School Fund as
3 soon thereafter as possible.

4 (b) The net lottery proceeds shall be determined by
5 deducting from total annual lottery proceeds the expenditures
6 required by paragraphs (1) and (2) of subsection (a). The
7 total annual lottery proceeds and annual net lottery proceeds
8 shall be determined according to generally accepted accounting
9 principles for governmental entities and verified by an annual
10 fiscal year audit.

11 (Source: P.A. 102-699, eff. 4-19-22; 103-381, eff. 7-28-23.)

12 (20 ILCS 1605/20) (from Ch. 120, par. 1170)

13 Sec. 20. State Lottery Fund.

14 (a) There is created in the State Treasury a special fund
15 to be known as the State Lottery Fund. Such fund shall consist
16 of all revenues received from (1) the sale of lottery tickets
17 or shares, (net of commissions, fees representing those
18 expenses that are directly proportionate to the sale of
19 tickets or shares at the agent location, and prizes of less
20 than \$600 which have been validly paid at the agent level), (2)
21 application fees, and (3) all other sources including moneys
22 credited or transferred thereto from any other fund or source
23 pursuant to law. Interest earnings of the State Lottery Fund
24 shall be credited to the Common School Fund.

25 (a-5) The receipt and distribution of moneys under Section

1 21.4 of this Act shall be in accordance with Section 21.4.

2 (b) The receipt and distribution of moneys under Section
3 21.5 of this Law shall be in accordance with Section 21.5.

4 (c) The receipt and distribution of moneys under Section
5 21.6 of this Law shall be in accordance with Section 21.6.

6 (d) The receipt and distribution of moneys under Section
7 21.7 of this Law shall be in accordance with Section 21.7.

8 (e) The receipt and distribution of moneys under Section
9 21.8 of this Law shall be in accordance with Section 21.8.

10 (f) The receipt and distribution of moneys under Section
11 21.9 of this Law shall be in accordance with Section 21.9.

12 (g) The receipt and distribution of moneys under Section
13 21.10 of this Law shall be in accordance with Section 21.10.

14 (h) The receipt and distribution of moneys under Section
15 21.11 of this Law shall be in accordance with Section 21.11.

16 (i) (Blank).

17 (j) The receipt and distribution of moneys under Section
18 21.13 of this Law shall be in accordance with Section 21.13.

19 (k) The receipt and distribution of moneys under Section
20 25-70 of the Sports Wagering Act shall be in accordance with
21 Section 25-70 of the Sports Wagering Act.

22 (l) The receipt and distribution of moneys under Section
23 21.15 of this Law shall be in accordance with Section 21.15.

24 (m) The receipt and distribution of moneys under Section
25 21.16 of this Law shall be in accordance with Section 21.16.

26 (n) The receipt and distribution of moneys under Section

1 21.18 of this Law shall be accordance with Section 21.18.

2 (Source: P.A. 102-16, eff. 6-17-21; 103-381, eff. 7-28-23.)

3 (20 ILCS 1605/21.18 new)

4 Sec. 21.18. Scratch-off for developmental disabilities
5 services.

6 (a) If a scratch-off game is discontinued pursuant to
7 Section 21.4, then the Department shall offer a special
8 instant scratch-off game for the benefit of the Illinois
9 Developmental Disabilities Services Scratch-Off Fund for
10 developmental disabilities services under the Independent
11 Service Coordination agencies. The game shall commence as soon
12 practical after the discontinuation, at the discretion of the
13 Director, and shall operate for 5 years. The operation of the
14 game shall be governed by this Law and any rules adopted by the
15 Department.

16 (b) The net revenue from the developmental disabilities
17 services scratch-off game shall be deposited into the Illinois
18 Developmental Disabilities Services Scratch-Off Fund. Moneys
19 received for the purposes of this Section, including, without
20 limitation, net revenue from the special instant scratch-off
21 game and from gifts, grants, and awards from any public or
22 private entity, must be deposited into the Fund. For the
23 purposes of this subsection, "net revenue" means the total
24 amount for which tickets have been sold less the sum of the
25 amount paid out in the prizes and the actual administrative

1 expenses of the Department solely related to the scratch-off
2 game under this Section.

3 (c) During the time that tickets are sold for the
4 developmental disabilities research, support, education, and
5 awareness scratch-off game, the Department shall not
6 unreasonably diminish the efforts devoted to marketing any
7 other instant scratch-off lottery game.

8 (d) The Department may adopt any rules necessary to
9 implement and administer the provisions of this Section.

10 Section 15. The State Finance Act is amended by adding
11 Section 5.1030 as follows:

12 (30 ILCS 105/5.1030 new)

13 Sec. 5.1030. The Illinois Developmental Disabilities
14 Services Scratch-Off Fund.

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