



104TH GENERAL ASSEMBLY

State of Illinois

2025 and 2026

SB2671

Introduced 5/27/2025, by Sen. Mary Edly-Allen

SYNOPSIS AS INTRODUCED:

230 ILCS 40/60

Amends the Video Gaming Act. Provides that the provisions setting forth the current tax on net terminal income are inoperative on July 1, 2025. Provides that, beginning July 1, 2025, a tax of 45% is imposed on net terminal income and shall be collected by the Illinois Gaming Board, and that of the tax collected 66.67% shall be deposited into the Capital Projects Funds, 11.11% shall be deposited into the Local Government Video Gaming Distributive Fund, 21.11% shall be deposited into the General Revenue Fund, and 1.11% shall be deposited into the State Gaming Fund which shall be transferred to the Department of Human Services' fund for the administration of programs for the treatment of compulsive gambling. Effective immediately.

LRB104 13872 LNS 26715 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 Video Gaming Act is amended by changing
5 Section 60 as follows:

6 (230 ILCS 40/60)

7 Sec. 60. Imposition and distribution of tax.

8 (a) A tax of 30% is imposed on net terminal income and
9 shall be collected by the Board.

10 Of the tax collected under this subsection (a),
11 five-sixths shall be deposited into the Capital Projects Fund
12 and one-sixth shall be deposited into the Local Government
13 Video Gaming Distributive Fund. This subsection is inoperative
14 on July 1, 2025.

15 (b) Beginning on July 1, 2019, an additional tax of 3% is
16 imposed on net terminal income and shall be collected by the
17 Board.

18 Beginning on July 1, 2020, an additional tax of 1% is
19 imposed on net terminal income and shall be collected by the
20 Board.

21 Beginning on July 1, 2024, an additional tax of 1% is
22 imposed on net terminal income and shall be collected by the
23 Board.

1 The tax collected under this subsection (b) shall be
2 deposited into the Capital Projects Fund.

3 This subsection is inoperative on July 1, 2025.

4 (b-5) Beginning July 1, 2025, a tax of 45% is imposed on
5 net terminal income and shall be collected by the Board.

6 Of the tax collected, 66.67% shall be deposited into the
7 Capital Projects Fund, 11.11% shall be deposited into the
8 Local Government Video Gaming Distributive Fund, 21.11% shall
9 be deposited into the General Revenue Fund, and 1.11% shall be
10 deposited into the State Gaming Fund on the last day of each
11 month, or as soon as thereafter as possible, after all
12 required expenditures, distributions, and transfers have been
13 made to the State Gaming Fund, the amount pursuant to Section
14 13 of the Illinois Gambling Act and subsections (b) through
15 (c-35) of that Act, at the direction of the Board, the
16 Comptroller shall direct and the Treasurer shall transfer the
17 1.11% of net terminal income to the Department of Human
18 Services for the administration of programs for the treatment
19 of compulsive gambling.

20 (c) Revenues generated from the play of video gaming
21 terminals shall be deposited by the terminal operator, who is
22 responsible for tax payments, in a specially created, separate
23 bank account maintained by the video gaming terminal operator
24 to allow for electronic fund transfers of moneys for tax
25 payment.

26 (d) Each licensed establishment, licensed truck stop

1 establishment, licensed large truck stop establishment,
2 licensed fraternal establishment, and licensed veterans
3 establishment shall maintain an adequate video gaming fund,
4 with the amount to be determined by the Board.

5 (e) The State's percentage of net terminal income shall be
6 reported and remitted to the Board within 15 days after the
7 15th day of each month and within 15 days after the end of each
8 month by the video terminal operator. A video terminal
9 operator who falsely reports or fails to report the amount due
10 required by this Section is guilty of a Class 4 felony and is
11 subject to termination of his or her license by the Board. Each
12 video terminal operator shall keep a record of net terminal
13 income in such form as the Board may require. All payments not
14 remitted when due shall be paid together with a penalty
15 assessment on the unpaid balance at a rate of 1.5% per month.

16 (Source: P.A. 103-592, eff. 6-7-24.)

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