Rep. Michael J. Zalewski

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AMENDMENT TO HOUSE BILL 311

AMENDMENT NO. $\qquad$ . Amend House Bill 311 by replacing everything after the enacting clause with the following:
"Section 5. The Illinois Lottery Law is amended by changing Section 3 and by adding Section 21.9 as follows:
(20 ILCS 1605/3) (from Ch. 120, par. 1153)
Sec. 3. For the purposes of this Act:
a. "Lottery" or "State Lottery" means the lottery or lotteries established and operated pursuant to this Act.
b. "Board" means the Lottery Control Board created by this Act.
c. "Department" means the Department of the Lottery.
d. (Blank).
e. "Chairman" means the Chairman of the Lottery Control Board.
f. "Multi-state game directors" means such persons,
including the Superintendent, as may be designated by an agreement between the Department and one or more additional lotteries operated under the laws of another state or states.
g. (Blank).
h. "Superintendent" means the Superintendent of the Department of the Lottery.
i. "Management agreement" means an agreement or contract between the Department on behalf of the State with a private manager, as an independent contractor, whereby the private manager provides management services to the Lottery in exchange for compensation that may consist of, among other things, a fee for services and a performance-based bonus of no more than $5 \%$ of Lottery profits so long as the Department continues to exercise actual control over all significant business decisions made by the private manager as set forth in Section 9.1.
j. "Person" means any individual, firm, association, joint venture, partnership, estate, trust, syndicate, fiduciary, corporation, or other legal entity, group, or combination.
k. "Private manager" means a person that provides management services to the Lottery on behalf of the Department under a management agreement.

1. "Profits" means total revenues accruing from the sale of lottery tickets or shares and related proceeds minus (1) the payment of prizes and retailer bonuses and (2) the payment of costs incurred in the operation and administration of the
lottery, excluding costs of services directly rendered by a private manager.
m. "Chief Procurement Officer" means the Chief Procurement Officer provided for under paragraph (4) of subsection (a) of Section 10-20 of the Illinois Procurement Code.
n. "Raffle" means a game of chance in which a limited number of tickets are sold in numeric order, each having a chance of winning a prize, and the winner or winners are determined after the conclusion of ticket sales by a computerized random number generator at a time to be referred to as the raffle drawing date.
(Source: P.A. 96-34, eff. 7-13-09; 96-37, eff. 7-13-09; 96-840, eff. 12-23-09; 97-464, eff. 8-19-11.)
(20 ILCS 1605/21.9 new)
Sec. 21.9. Special raffles to benefit Illinois Lottery scratch-off game beneficiary funds.
(a) The Department may, from time to time, but on no more than 4 occasions per year, create special raffles to benefit the various scratch-off game funds identified in Sections 21.5 through 21.8 of this Act and any other scratch-off game funds that may be created from time to time. Each special raffle and the fund to benefit from the raffle shall be publicly announced by the Department at least one month in advance of the raffle drawing date. The Director may determine the raffle drawing date, the fund to benefit from the raffle, the number and price
of tickets to be sold, and the prize or prizes to be offered.
(b) Proceeds from the special raffle shall be deposited into the designated beneficiary fund for appropriation by the General Assembly for the same purposes and in accordance with the same requirements as outlined in the provisions of this Act creating the fund.
(c) The Department may sell special raffle tickets by any method authorized for the sale of other Lottery tickets.
(d) This Section shall not limit or impair the Department's ability to create raffles unrelated to the scratch-off game funds.
(e) The Department may adopt any rules necessary to implement and administer the provisions of this Section.

Section 10. The Raffles Act is amended by changing Section 1 as follows:
(230 ILCS 15/1) (from Ch. 85, par. 2301)
Sec. 1. Definitions.) For the purposes of this Act the terms defined in this Section have the meanings given them.
"Net Proceeds" means the gross receipts from the conduct of raffles, less reasonable sums expended for prizes, local license fees and other reasonable operating expenses incurred as a result of operating a raffle.
"Raffle" means a form of lottery, as defined in Section 28-2(b) of the Criminal Code of 2012, conducted by an
organization licensed under this Act, in which:
(1) the player pays or agrees to pay something of value for a chance, represented and differentiated by a number or by a combination of numbers or by some other medium, one or more of which chances is to be designated the winning chance;
(2) the winning chance is to be determined through a drawing or by some other method based on an element of chance by an act or set of acts on the part of persons conducting or connected with the lottery, except that the winning chance shall not be determined by the outcome of a publicly exhibited sporting contest.
"Raffle" does not include a special raffle conducted by the Department of the Lottery under Section 21.9 of the Illinois Lottery Law.
(Source: P.A. 97-1150, eff. 1-25-13.)

Section 15. The Criminal Code of 2012 is amended by changing Section 28-1 as follows:
(720 ILCS 5/28-1) (from Ch. 38, par. 28-1)
Sec. 28-1. Gambling.
(a) A person commits gambling when he or she:
(1) knowingly plays a game of chance or skill for money or other thing of value, unless excepted in subsection (b) of this Section;
(2) knowingly makes a wager upon the result of any game, contest, or any political nomination, appointment or election;
(3) knowingly operates, keeps, owns, uses, purchases, exhibits, rents, sells, bargains for the sale or lease of, manufactures or distributes any gambling device;
(4) contracts to have or give himself or herself or another the option to buy or sell, or contracts to buy or sell, at a future time, any grain or other commodity whatsoever, or any stock or security of any company, where it is at the time of making such contract intended by both parties thereto that the contract to buy or sell, or the option, whenever exercised, or the contract resulting therefrom, shall be settled, not by the receipt or delivery of such property, but by the payment only of differences in prices thereof; however, the issuance, purchase, sale, exercise, endorsement or guarantee, by or through a person registered with the Secretary of State pursuant to Section 8 of the Illinois Securities Law of 1953, or by or through a person exempt from such registration under said Section 8, of a put, call, or other option to buy or sell securities which have been registered with the Secretary of State or which are exempt from such registration under Section 3 of the Illinois Securities Law of 1953 is not gambling within the meaning of this paragraph (4);
(5) knowingly owns or possesses any book, instrument or
apparatus by means of which bets or wagers have been, or are, recorded or registered, or knowingly possesses any money which he has received in the course of a bet or wager;
(6) knowingly sells pools upon the result of any game or contest of skill or chance, political nomination, appointment or election;
(7) knowingly sets up or promotes any lottery or sells, offers to sell or transfers any ticket or share for any lottery;
(8) knowingly sets up or promotes any policy game or sells, offers to sell or knowingly possesses or transfers any policy ticket, slip, record, document or other similar device;
(9) knowingly drafts, prints or publishes any lottery ticket or share, or any policy ticket, slip, record, document or similar device, except for such activity related to lotteries, bingo games and raffles authorized by and conducted in accordance with the laws of Illinois or any other state or foreign government;
(10) knowingly advertises any lottery or policy game, except for such activity related to lotteries, bingo games and raffles authorized by and conducted in accordance with the laws of Illinois or any other state;
(11) knowingly transmits information as to wagers, betting odds, or changes in betting odds by telephone,
telegraph, radio, semaphore or similar means; or knowingly installs or maintains equipment for the transmission or receipt of such information; except that nothing in this subdivision (11) prohibits transmission or receipt of such information for use in news reporting of sporting events or contests; or
(12) knowingly establishes, maintains, or operates an Internet site that permits a person to play a game of chance or skill for money or other thing of value by means of the Internet or to make a wager upon the result of any game, contest, political nomination, appointment, or election by means of the Internet. This item (12) does not apply to activities referenced in items (6) and (6.1) of subsection (b) of this Section.
(b) Participants in any of the following activities shall not be convicted of gambling:
(1) Agreements to compensate for loss caused by the happening of chance including without limitation contracts of indemnity or guaranty and life or health or accident insurance.
(2) Offers of prizes, award or compensation to the actual contestants in any bona fide contest for the determination of skill, speed, strength or endurance or to the owners of animals or vehicles entered in such contest.
(3) Pari-mutuel betting as authorized by the law of this State.
(4) Manufacture of gambling devices, including the acquisition of essential parts therefor and the assembly thereof, for transportation in interstate or foreign commerce to any place outside this state when such transportation is not prohibited by any applicable Federal law; or the manufacture, distribution, or possession of video gaming terminals, as defined in the Video Gaming Act, by manufacturers, distributors, and terminal operators licensed to do so under the Video Gaming Act.
(5) The game commonly known as "bingo", when conducted in accordance with the Bingo License and Tax Act.
(6) Lotteries and raffles when conducted by the State of Illinois in accordance with the Illinois Lottery Law. This exemption includes any activity conducted by the Department of Revenue to sell lottery or raffle tickets pursuant to the provisions of the Illinois Lottery Law and its rules.
(6.1) The purchase of lottery tickets through the Internet for a lottery conducted by the State of Illinois under the program established in Section 7.12 of the Illinois Lottery Law.
(7) Possession of an antique slot machine that is neither used nor intended to be used in the operation or promotion of any unlawful gambling activity or enterprise. For the purpose of this subparagraph (b) (7), an antique slot machine is one manufactured 25 years ago or earlier.
(8) Raffles when conducted in accordance with the Raffles Act.
(9) Charitable games when conducted in accordance with the Charitable Games Act.
(10) Pull tabs and jar games when conducted under the Illinois Pull Tabs and Jar Games Act.
(11) Gambling games conducted on riverboats when authorized by the Riverboat Gambling Act.
(12) Video gaming terminal games at a licensed establishment, licensed truck stop establishment, licensed fraternal establishment, or licensed veterans establishment when conducted in accordance with the Video Gaming Act.
(13) Games of skill or chance where money or other things of value can be won but no payment or purchase is required to participate.
(c) Sentence.

Gambling is a Class A misdemeanor. A second or subsequent conviction under subsections (a) (3) through (a) (12), is a Class 4 felony.
(d) Circumstantial evidence.

In prosecutions under this Section circumstantial evidence shall have the same validity and weight as in any criminal prosecution.
(Source: P.A. 96-34, eff. 7-13-09; 96-37, eff. 7-13-09; 96-1203, eff. 7-22-10; 97-1108, eff. 1-1-13.) becoming law.".

