98TH GENERAL ASSEMBLY

State of Illinois

2013 and 2014

SB1608

Introduced 2/13/2013, by Sen. John M. Sullivan

SYNOPSIS AS INTRODUCED:

230 ILCS 5/31

from Ch. 8, par. 37-31

Amends the Illinois Horse Racing Act of 1975. In provisions concerning racing of standardbred horses, provides that sufficient competition is defined as competition between 5 or more horses. Effective immediately.

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1 AN ACT concerning gaming.

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

Section 5. The Illinois Horse Racing Act of 1975 is amended
by changing Section 31 as follows:

6 (230 ILCS 5/31) (from Ch. 8, par. 37-31)

7 Sec. 31. (a) The General Assembly declares that it is the 8 policy of this State to encourage the breeding of standardbred 9 horses in this State and the ownership of such horses by residents of this State in order to provide for: sufficient 10 numbers of high quality standardbred horses to participate in 11 harness racing meetings in this State, and to establish and 12 preserve the agricultural and commercial benefits of such 13 14 breeding and racing industries to the State of Illinois. It is the intent of the General Assembly to further this policy by 15 the provisions of this Section of this Act. 16

17 (b) Each organization licensee conducting a harness racing 18 meeting pursuant to this Act shall provide for at least two 19 races each race program limited to Illinois conceived and 20 foaled horses. A minimum of 6 races shall be conducted each 21 week limited to Illinois conceived and foaled horses. No horses 22 shall be permitted to start in such races unless duly 23 registered under the rules of the Department of Agriculture. - 2 - LRB098 07413 AMC 37480 b

(c) Conditions of races under subsection (b) shall be 1 2 commensurate with past performance, quality and class of 3 Illinois conceived and foaled horses available. If, however, sufficient competition, defined for the purposes of this 4 5 subsection (c) as competition between 5 or more horses, cannot be had among horses of that class on any day, the races may, 6 7 with consent of the Board, be eliminated for that day and 8 substitute races provided.

9 (d) There is hereby created a special fund of the State 10 Treasury to be known as the Illinois Standardbred Breeders 11 Fund.

During the calendar year 1981, and each year thereafter, except as provided in subsection (g) of Section 27 of this Act, eight and one-half per cent of all the monies received by the State as privilege taxes on harness racing meetings shall be paid into the Illinois Standardbred Breeders Fund.

17 (e) The Illinois Standardbred Breeders Fund shall be 18 administered by the Department of Agriculture with the 19 assistance and advice of the Advisory Board created in 20 subsection (f) of this Section.

(f) The Illinois Standardbred Breeders Fund Advisory Board is hereby created. The Advisory Board shall consist of the Director of the Department of Agriculture, who shall serve as Chairman; the Superintendent of the Illinois State Fair; a member of the Illinois Racing Board, designated by it; a representative of the Illinois Standardbred Owners and

Breeders Association, recommended by it; a representative of 1 2 the Illinois Association of Agricultural Fairs, recommended by it, such representative to be from a fair at which Illinois 3 conceived and foaled racing is conducted; a representative of 4 5 the organization licensees conducting harness racing meetings, recommended by them and a representative of the Illinois 6 7 Harness Horsemen's Association, recommended by it. Advisory 8 Board members shall serve for 2 years commencing January 1, of 9 each odd numbered year. If representatives of the Illinois 10 Standardbred Owners and Breeders Associations, the Illinois 11 Association of Agricultural Fairs, the Illinois Harness 12 Horsemen's Association, and the organization licensees 13 conducting harness racing meetings have not been recommended by 14 January 1, of each odd numbered year, the Director of the 15 Department of Agriculture shall make an appointment for the 16 organization failing to so recommend a member of the Advisory 17 Board. Advisory Board members shall receive no compensation for their services as members but shall be reimbursed for all 18 actual and necessary expenses and disbursements incurred in the 19 execution of their official duties. 20

21 No monies shall be expended from the Illinois (q) 22 Standardbred Breeders Fund except as appropriated by the Assembly. 23 Monies appropriated from the General Illinois 24 Standardbred Breeders Fund shall be expended by the Department 25 of Agriculture, with the assistance and advice of the Illinois 26 Standardbred Breeders Fund Advisory Board for the following

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1 purposes only:

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1. To provide purses for races limited to Illinois conceived and foaled horses at the State Fair.

2. To provide purses for races limited to Illinois conceived and foaled horses at county fairs.

6 3. To provide purse supplements for races limited to 7 Illinois conceived and foaled horses conducted by 8 associations conducting harness racing meetings.

9 4. No less than 75% of all monies in the Illinois
10 Standardbred Breeders Fund shall be expended for purses in
11 1, 2 and 3 as shown above.

12 5. In the discretion of the Department of Agriculture 13 to provide awards to harness breeders of Illinois conceived 14 and foaled horses which win races conducted by organization 15 licensees conducting harness racing meetings. A breeder is 16 the owner of a mare at the time of conception. No more than 17 10% of all monies appropriated from the Illinois Standardbred Breeders Fund shall be expended for such 18 harness breeders awards. No more than 25% of the amount 19 20 expended for harness breeders awards shall be expended for 21 expenses incurred in the administration of such harness 22 breeders awards.

23 6. To pay for the improvement of racing facilities
24 located at the State Fair and County fairs.

25 7. To pay the expenses incurred in the administration
26 of the Illinois Standardbred Breeders Fund.

8. To promote the sport of harness racing.

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(h) Whenever the Governor finds that the amount in the Illinois Standardbred 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 Standardbred Breeders Fund to the General

9 Revenue Fund.

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10 (i) A sum equal to $12 \ 1/2\%$ of the first prize money of 11 every purse won by an Illinois conceived and foaled horse shall 12 be paid by the organization licensee conducting the horse race 13 meeting to the breeder of such winning horse from the organization licensee's share of the money wagered. Such 14 15 payment shall not reduce any award to the owner of the horse or 16 reduce the taxes payable under this Act. Such payment shall be 17 delivered by the organization licensee at the end of each race 18 meeting.

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

1. Qualify stallions for Illinois Standardbred Breeders Fund breeding; such stallion shall be owned by a resident of the State of Illinois or by an Illinois corporation all of whose shareholders, directors, officers and incorporators are residents of the State of Illinois. Such stallion shall stand

for service at and within the State of Illinois at the time of 1 2 a foal's conception, and such stallion must not stand for 3 service at any place, nor may semen from such stallion be transported, outside the State of Illinois during that calendar 4 5 year in which the foal is conceived and that the owner of the stallion was for the 12 months prior, a resident of Illinois. 6 7 The articles of agreement of any partnership, joint venture, 8 limited partnership, syndicate, association or corporation and 9 any bylaws and stock certificates must contain a restriction 10 that provides that the ownership or transfer of interest by any 11 one of the persons a party to the agreement can only be made to 12 a person who qualifies as an Illinois resident.

13 2. Provide for the registration of Illinois conceived and 14 foaled horses and no such horse shall compete in the races limited to Illinois conceived and foaled horses unless 15 16 registered with the Department of Agriculture. The Department 17 of Agriculture may prescribe such forms as may be necessary to determine the eligibility of such horses. No person shall 18 19 knowingly prepare or cause preparation of an application for 20 registration of such foals containing false information. A mare (dam) must be in the state at least 30 days prior to foaling or 21 22 remain in the State at least 30 days at the time of foaling. 23 Beginning with the 1996 breeding season and for foals of 1997 and thereafter, a foal conceived by transported fresh semen may 24 25 be eligible for Illinois conceived and foaled registration 26 provided all breeding and foaling requirements are met. The

stallion must be qualified for Illinois Standardbred Breeders
Fund breeding at the time of conception and the mare must be
inseminated within the State of Illinois. The foal must be
dropped in Illinois and properly registered with the Department
of Agriculture in accordance with this Act.

6 3. Provide that at least a 5 day racing program shall be 7 conducted at the State Fair each year, which program shall 8 include at least the following races limited to Illinois 9 conceived and foaled horses: (a) a two year old Trot and Pace, 10 and Filly Division of each; (b) a three year old Trot and Pace, 11 and Filly Division of each; (c) an aged Trot and Pace, and Mare 12 Division of each.

13 4. Provide for the payment of nominating, sustaining and 14 starting fees for races promoting the sport of harness racing 15 and for the races to be conducted at the State Fair as provided 16 in subsection (j) 3 of this Section provided that the 17 nominating, sustaining and starting payment required from an entrant shall not exceed 2% of the purse of such race. All 18 19 nominating, sustaining and starting payments shall be held for 20 the benefit of entrants and shall be paid out as part of the respective purses for such races. Nominating, sustaining and 21 22 starting fees shall be held in trust accounts for the purposes 23 as set forth in this Act and in accordance with Section 205-15 of the Department of Agriculture Law (20 ILCS 205/205-15). 24

25 5. Provide for the registration with the Department of
 26 Agriculture of Colt Associations or county fairs desiring to

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1 sponsor races at county fairs.

2 (k) The Department of Agriculture, with the advice and assistance of the Illinois Standardbred Breeders Fund Advisory 3 Board, may allocate monies for purse supplements for such 4 5 races. In determining whether to allocate money and the amount, 6 Agriculture the Department of shall consider factors, 7 including but not limited to, the amount of money appropriated 8 for the Illinois Standardbred Breeders Fund program, the number 9 of races that may occur, and an organizational licensee's purse 10 structure. The organizational licensee shall notify the 11 Department of Agriculture of the conditions and minimum purses 12 for races limited to Illinois conceived and foaled horses to be 13 conducted by each organizational licensee conducting a harness 14 racing meeting for which purse supplements have been 15 negotiated.

(1) All races held at county fairs and the State Fair which
receive funds from the Illinois Standardbred Breeders Fund
shall be conducted in accordance with the rules of the United
States Trotting Association unless otherwise modified by the
Department of Agriculture.

(m) At all standardbred race meetings held or conducted under authority of a license granted by the Board, and at all standardbred races held at county fairs which are approved by the Department of Agriculture or at the Illinois or DuQuoin State Fairs, no one shall jog, train, warm up or drive a standardbred horse unless he or she is wearing a protective

1 safety helmet, with the chin strap fastened and in place, which 2 meets the standards and requirements as set forth in the 1984 3 Standard for Protective Headgear for Use in Harness Racing and 4 Other Equestrian Sports published by the Snell Memorial 5 Foundation, or any standards and requirements for headgear the 6 Illinois Racing Board may approve. Any other standards and 7 requirements so approved by the Board shall equal or exceed those published by the Snell Memorial Foundation. 8 Any 9 equestrian helmet bearing the Snell label shall be deemed to 10 have met those standards and requirements.

11 (Source: P.A. 91-239, eff. 1-1-00.)

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