LRB9206979LDprB

1

AN ACT in relation to gambling.

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

4 Section 5. The Illinois Horse Racing Act of 1975 is 5 amended by changing Section 26 as follows:

6 (230 ILCS 5/26) (from Ch. 8, par. 37-26)

7 Sec. 26. Wagering.

8 (a) Any licensee may conduct and supervise the pari-mutuel system of wagering, as defined in Section 3.12 of 9 an 10 this Act, on horse races conducted by Tllinois organization licensee or conducted at a racetrack located in 11 another state or country and televised in Illinois in 12 13 accordance with subsection (g) of Section 26 of this Act. Subject to the prior consent of the Board, licensees may 14 15 supplement any pari-mutuel pool in order to guarantee a 16 minimum distribution. Such pari-mutuel method of wagering shall not, under any circumstances if conducted under the 17 18 provisions of this Act, be held or construed to be unlawful, other statutes of this State to the contrary notwithstanding. 19 20 Subject to rules for advance wagering promulgated by the Board, any licensee may accept wagers in advance of the day 21 22 of the race wagered upon occurs.

(b) No other method of betting, pool making, wagering or gambling shall be used or permitted by the licensee. Each licensee may retain, subject to the payment of all applicable taxes and purses, an amount not to exceed 17% of all money wagered under subsection (a) of this Section, except as may otherwise be permitted under this Act.

29 (b-5) An individual may place a wager under the 30 pari-mutuel system from any licensed location authorized 31 under this Act provided that wager is electronically recorded

LRB9206979LDprB

in the manner described in Section 3.12 of this Act. Any
 wager made electronically by an individual while physically
 on the premises of a licensee shall be deemed to have been
 made at the premises of that licensee.

-2-

Until January 1, 2000, the sum held by any licensee 5 (C) б for payment of outstanding pari-mutuel tickets, if unclaimed 7 prior to December 31 of the next year, shall be retained by 8 the licensee for payment of such tickets until that date. 9 Within 10 days thereafter, the balance of such sum remaining unclaimed, less any uncashed supplements contributed by such 10 11 licensee for the purpose of guaranteeing minimum 12 distributions of any pari-mutuel pool, shall be paid to the Illinois Veterans' Rehabilitation Fund of the State treasury, 13 except as provided in subsection (g) of Section 27 of this 14 15 Act.

16 (c-5) Beginning January 1, 2000, the sum held by any licensee for payment of outstanding pari-mutuel tickets, if 17 unclaimed prior to December 31 of the next year, shall be 18 19 retained by the licensee for payment of such tickets until Within 10 days thereafter, the balance of such 20 that date. 21 sum remaining unclaimed, less any uncashed supplements 22 contributed by such licensee for the purpose of guaranteeing 23 minimum distributions of any pari-mutuel pool, shall be evenly distributed to the purse account of the organization 24 25 licensee and the organization licensee.

(d) A pari-mutuel ticket shall be honored until December 31 of the next calendar year, and the licensee shall pay the same and may charge the amount thereof against unpaid money similarly accumulated on account of pari-mutuel tickets not presented for payment.

31 (e) No licensee shall knowingly permit any minor, other 32 than an employee of such licensee or an owner, trainer, 33 jockey, driver, or employee thereof, to be admitted during a 34 racing program unless accompanied by a parent or guardian, or

HB1069 Enrolled

LRB9206979LDprB

1 any minor to be a patron of the pari-mutuel system of 2 wagering conducted or supervised by it. The admission of any 3 unaccompanied minor, other than an employee of the licensee 4 or an owner, trainer, jockey, driver, or employee thereof at 5 a race track is a Class C misdemeanor.

(f) Notwithstanding the other provisions of this Act, an 6 7 organization licensee may contract with an entity in another 8 state or country to permit any legal wagering entity in 9 another state or country to accept wagers solely within such other state or country on races conducted by the organization 10 11 licensee in this State. Beginning January 1, 2000, these 12 wagers shall not be subject to State taxation. Until January 2000, when the out-of-State entity conducts a pari-mutuel 13 1. pool separate from the organization licensee, a privilege tax 14 equal to 7 1/2% of all monies received by the organization 15 16 licensee from entities in other states or countries pursuant to such contracts is imposed on the organization licensee, 17 and such privilege tax shall be remitted to the Department of 18 19 Revenue within 48 hours of receipt of the moneys from the simulcast. When the out-of-State entity conducts a combined 20 21 pari-mutuel pool with the organization licensee, the tax 22 shall be 10% of all monies received by the organization 23 licensee with 25% of the receipts from this 10% tax to be distributed to the county in which the race was conducted. 24

25 An organization licensee may permit one or more of its races to be utilized for pari-mutuel wagering at one or more 26 locations in other states and may transmit audio and visual 27 signals of races the organization licensee conducts to one or 28 29 more locations outside the State or country and may also 30 permit pari-mutuel pools in other states or countries to be 31 combined with its gross or net wagering pools or with wagering pools established by other states. 32

33 (g) A host track may accept interstate simulcast wagers34 on horse races conducted in other states or countries and

-3-

HB1069 Enrolled

1 shall control the number of signals and types of breeds of 2 racing in its simulcast program, subject to the disapproval of the Board. The Board may prohibit a simulcast program 3 4 only if it finds that the simulcast program is clearly adverse to the integrity of racing. The host track simulcast 5 6 program shall include the signal of live racing of all organization licensees. All non-host licensees shall carry 7 8 the host track simulcast program and accept wagers on all 9 races included as part of the simulcast program upon which wagering is permitted. The costs and expenses of the host 10 11 track and non-host licensees associated with interstate simulcast wagering, other than the interstate commission fee, 12 shall be borne by the host track and all non-host licensees 13 incurring these costs. The interstate commission fee shall 14 not exceed 5% of Illinois handle on the interstate simulcast 15 16 race or races without prior approval of the Board. The Board shall promulgate rules under which it may permit interstate 17 commission fees in excess of 5%. The interstate commission 18 19 fee and other fees charged by the sending racetrack, including, but not limited to, satellite decoder fees, shall 20 21 be uniformly applied to the host track and all non-host 22 licensees.

23 Between the hours of 6:30 a.m. and 6:30 p.m. an (1)intertrack wagering licensee other than the host track 24 25 may supplement the host track simulcast program with additional simulcast races or race programs, provided 26 that between January 1 and the third Friday in 27 February of any year, inclusive, if no live thoroughbred racing is 28 29 occurring in Illinois during this period, only 30 thoroughbred races may be used for supplemental interstate simulcast purposes. The Board shall withhold 31 approval for a supplemental interstate simulcast only if 32 it finds that the simulcast is clearly adverse to the 33 34 integrity of racing. A supplemental interstate simulcast

-4-

1 may be transmitted from an intertrack wagering licensee 2 to its affiliated non-host licensees. The interstate 3 commission fee for a supplemental interstate simulcast 4 shall be paid by the non-host licensee and its affiliated 5 non-host licensees receiving the simulcast.

(2) Between the hours of 6:30 p.m. and 6:30 a.m. an 6 7 intertrack wagering licensee other than the host track may receive supplemental interstate simulcasts only with 8 9 the consent of the host track, except when the Board finds that the simulcast is clearly adverse to the 10 11 integrity of racing. Consent granted under this paragraph (2) to any intertrack wagering licensee shall 12 deemed consent to all non-host licensees. 13 be The interstate commission fee for the supplemental interstate 14 15 simulcast shall be paid by all participating non-host 16 licensees.

(3) Each licensee conducting interstate simulcast 17 wagering may retain, subject to the payment of all 18 applicable taxes and the purses, an amount not to exceed 19 17% of all money wagered. If any licensee conducts 20 the 21 pari-mutuel system wagering on races conducted at racetracks in another state or country, each such race or 22 23 race program shall be considered a separate racing day for the purpose of determining the daily handle and 24 25 computing the privilege tax of that daily handle as provided in subsection (a) of Section 27. Until January 26 1, 2000, from the sums permitted to be retained pursuant 27 to this subsection, each intertrack wagering location 28 licensee shall pay 1% of the pari-mutuel handle wagered 29 30 on simulcast wagering to the Horse Racing Tax Allocation Fund, subject to the provisions of subparagraph (B) of 31 paragraph (11) of subsection (h) of Section 26 of this 32 33 Act.

34

(4) A licensee who receives an interstate simulcast

1 may combine its gross or net pools with pools at the 2 sending racetracks pursuant to rules established by the Board. All licensees combining their gross pools at a 3 4 sending racetrack shall adopt the take-out percentages of the sending racetrack. A licensee may also establish a 5 separate pool and takeout structure for wagering purposes 6 7 on races conducted at race tracks outside of the State of 8 Illinois. The licensee may permit pari-mutuel wagers 9 placed in other states or countries to be combined with 10 its gross or net wagering pools or other wagering pools.

11 (5) After the payment of the interstate commission fee (except for the interstate commission fee on a 12 13 supplemental interstate simulcast, which shall be paid by the host track and by each non-host licensee through the 14 host-track) and all applicable State and local taxes, 15 16 except as provided in subsection (g) of Section 27 of this Act, the remainder of moneys retained from simulcast 17 wagering pursuant to this subsection (g), and Section 18 26.2 shall be divided as follows: 19

20 (A) For interstate simulcast wagers made at a
21 host track, 50% to the host track and 50% to purses
22 at the host track.

23 (B) For wagers placed on interstate simulcast 24 races, supplemental simulcasts as defined in 25 subparagraphs (1) and (2), and separately pooled races conducted outside of the State of Illinois 26 made at a non-host licensee, 25% to the host track, 27 25% to the non-host licensee, and 50% to the purses 28 29 at the host track.

30 (6) Notwithstanding any provision in this Act to 31 the contrary, non-host licensees who derive their 32 licenses from a track located in a county with a 33 population in excess of 230,000 and that borders the 34 Mississippi River may receive supplemental interstate

-б-

simulcast races at all times subject to Board approval,
 which shall be withheld only upon a finding that a
 supplemental interstate simulcast is clearly adverse to
 the integrity of racing.

(7) Notwithstanding any provision of this Act to 5 the contrary, after payment of all applicable State and 6 local taxes and interstate commission fees, non-host 7 licensees who derive their licenses from a track located 8 9 in a county with a population in excess of 230,000 and that borders the Mississippi River shall retain 50% of 10 11 the retention from interstate simulcast wagers and shall pay 50% to purses at the track from which the non-host 12 licensee derives its license as follows: 13

14 (A) Between January 1 and the third Friday in
15 February, inclusive, if no live thoroughbred racing
16 is occurring in Illinois during this period, when
17 the interstate simulcast is a standardbred race, the
18 purse share to its standardbred purse account;

(B) Between January 1 and the third Friday in February, inclusive, if no live thoroughbred racing is occurring in Illinois during this period, and the interstate simulcast is a thoroughbred race, the purse share to its interstate simulcast purse pool to be distributed under paragraph (10) of this subsection (g);

(C) Between January 1 and the third Friday in 26 February, inclusive, if live thoroughbred racing is 27 occurring in Illinois, between 6:30 a.m. and 6:30 28 29 p.m. the purse share from wagers made during this 30 time period to its thoroughbred purse account and between 6:30 p.m. and 6:30 a.m. the purse share from 31 wagers made during this time period to its 32 33 standardbred purse accounts;

(D) Between the third Saturday in February and

LRB9206979LDprB

1 December 31, when the interstate simulcast occurs between the hours of 6:30 a.m. and 6:30 p.m., the 2 purse share to its thoroughbred purse account; 3 4 (E) Between the third Saturday in February and December 31, when the interstate simulcast occurs 5 between the hours of 6:30 p.m. and 6:30 a.m., the 6 7 purse share to its standardbred purse account. 8 (7.1) Notwithstanding any other provision of this Act to the contrary, if no standardbred racing is 9 10 conducted at a racetrack located in Madison County during 11 any calendar year beginning on or after January 1, 2002, all moneys derived by that racetrack from simulcast 12 13 wagering and inter-track wagering that (1) are to be used for purses and (2) are generated between the hours of 14 15 6:30 p.m. and 6:30 a.m. during that calendar year shall 16 be paid as follows: 17 (A) If the licensee that conducts horse racing at that racetrack requests from the Board at least 18 as many racing dates as were conducted in calendar 19 year 2000, 80% shall be paid to its thoroughbred 20 21 purse account; and 22 (B) Twenty percent shall be deposited into the Illinois Colt Stakes Purse Distribution Fund and 23 24 shall be paid to purses for standardbred races for Illinois conceived and foaled horses conducted at 25 any county fairgrounds. The moneys deposited into 26 the Fund pursuant to this subparagraph (B) shall be 27 deposited within 2 weeks after the day they were 28 29 generated, shall be in addition to and not in lieu of any other moneys paid to standardbred purses 30 31 under this Act, and shall not be commingled with other moneys paid into that Fund. The moneys 32 deposited pursuant to this subparagraph (B) shall be 33

-8-

allocated as provided by the Department of

HB1069 Enrolled

1	Agriculture, with the advice and assistance of the
2	Illinois Standardbred Breeders Fund Advisory Board.
3	(7.2) Notwithstanding any other provision of this
4	Act to the contrary, if no thoroughbred racing is
5	conducted at a racetrack located in Madison County during
6	<u>any calendar year beginning on or after January 1, 2002,</u>
7	all moneys derived by that racetrack from simulcast
8	wagering and inter-track wagering that (1) are to be used
9	for purses and (2) are generated between the hours of
10	<u>6:30 a.m. and 6:30 p.m. during that calendar year shall</u>
11	be deposited as follows:
12	(A) If the licensee that conducts horse racing
13	at that racetrack requests from the Board at least
14	as many racing dates as were conducted in calendar
15	year 2000, 80% shall be deposited into its
16	standardbred purse account; and
17	(B) Twenty percent shall be deposited into the
18	Illinois Colt Stakes Purse Distribution Fund.
19	Moneys deposited into the Illinois Colt Stakes Purse
20	Distribution Fund pursuant to this subparagraph (B)
21	shall be paid to Illinois conceived and foaled
22	thoroughbred breeders' programs and to thoroughbred
23	purses for races conducted at any county fairgrounds
24	for Illinois conceived and foaled horses at the
25	discretion of the Department of Agriculture, with
26	the advice and assistance of the Illinois
27	Thoroughbred Breeders Fund Advisory Board. The
28	moneys deposited into the Illinois Colt Stakes Purse
29	Distribution Fund pursuant to this subparagraph (B)
30	shall be deposited within 2 weeks after the day they
31	were generated, shall be in addition to and not in
32	lieu of any other moneys paid to thoroughbred purses
33	under this Act, and shall not be commingled with
34	other moneys deposited into that Fund.

1	(7.3) If no live standardbred racing is conducted
2	<u>at a racetrack located in Madison County in calendar year</u>
3	2000 or 2001, an organization licensee who is licensed to
4	conduct horse racing at that racetrack shall, before
5	January 1, 2002, pay all moneys derived from simulcast
б	wagering and inter-track wagering in calendar years 2000
7	and 2001 and paid into the licensee's standardbred purse
8	account as follows:
9	(A) Eighty percent to that licensee's
10	thoroughbred purse account to be used for
11	thoroughbred purses; and
12	(B) Twenty percent to the Illinois Colt Stakes
13	Purse Distribution Fund.
14	Failure to make the payment to the Illinois Colt
15	Stakes Purse Distribution Fund before January 1, 2002
16	shall result in the immediate revocation of the
17	licensee's organization license, inter-track wagering
18	license, and inter-track wagering location license.
19	<u>Moneys paid into the Illinois Colt Stakes Purse</u>
20	Distribution Fund pursuant to this paragraph (7.3) shall
21	<u>be paid to purses for standardbred races for Illinois</u>
22	conceived and foaled horses conducted at any county
23	fairgrounds. Moneys paid into the Illinois Colt Stakes
24	Purse Distribution Fund pursuant to this paragraph (7.3)
25	shall be used as determined by the Department of
26	Agriculture, with the advice and assistance of the
27	Illinois Standardbred Breeders Fund Advisory Board, shall
28	be in addition to and not in lieu of any other moneys
29	paid to standardbred purses under this Act, and shall not
30	be commingled with any other moneys paid into that Fund.
31	(7.4) If live standardbred racing is conducted at a
32	racetrack located in Madison County at any time in
33	calendar year 2001 before the payment required under
34	paragraph (7.3) has been made, the organization licensee

1 who is licensed to conduct racing at that racetrack shall 2 pay all moneys derived by that racetrack from simulcast 3 wagering and inter-track wagering during calendar years 4 2000 and 2001 that (1) are to be used for purses and (2) are generated between the hours of 6:30 p.m. and 6:30 5 a.m. during 2000 or 2001 to the standardbred purse 6 account at that racetrack to be used for standardbred 7 8 purses.

9 (8) Notwithstanding any provision in this Act to the contrary, an organization licensee from a track 10 11 located in a county with a population in excess of 230,000 and that borders the Mississippi River and its 12 affiliated non-host licensees shall not be entitled to 13 share in any retention generated on racing, inter-track 14 15 wagering, or simulcast wagering at any other Illinois 16 wagering facility.

(8.1) Notwithstanding any provisions in this Act to 17 the contrary, if 2 organization licensees are conducting 18 standardbred race meetings concurrently between the hours 19 of 6:30 p.m. and 6:30 a.m., after payment of all 20 21 applicable State and local taxes and interstate commission fees, the remainder of the amount retained 22 23 from simulcast wagering otherwise attributable to the host track and to host track purses shall be split daily 24 25 between the 2 organization licensees and the purses at the tracks of the 2 organization licensees, respectively, 26 based on each organization licensee's share of the total 27 live handle for that day, provided that this provision 28 29 shall not apply to any non-host licensee that derives its 30 license from a track located in a county with a population in excess of 230,000 and that borders the 31 Mississippi River. 32

33 (9) (Blank).

34 (10) (Blank).

(11) (Blank).

2 (12) The Board shall have authority to compel all 3 host tracks to receive the simulcast of any or all races 4 conducted at the Springfield or DuQuoin State fairgrounds 5 and include all such races as part of their simulcast 6 programs.

7 (13) Notwithstanding any other provision of this 8 Act, in the event that the total Illinois pari-mutuel 9 handle on Illinois horse races at all wagering facilities in any calendar year is less than 75% of the total 10 11 Illinois pari-mutuel handle on Illinois horse races at all such wagering facilities for calendar year 1994, then 12 each wagering facility that has an annual total Illinois 13 pari-mutuel handle on Illinois horse races that is less 14 15 than 75% of the total Illinois pari-mutuel handle on 16 Illinois horse races at such wagering facility for calendar year 1994, shall be permitted to receive, from 17 any amount otherwise payable to the purse account at the 18 race track with which the wagering facility is affiliated 19 in the succeeding calendar year, an amount equal to 2% of 20 21 the differential in total Illinois pari-mutuel handle on 22 Illinois horse races at the wagering facility between 23 that calendar year in question and 1994 provided, however, that a wagering facility shall not be entitled 24 to any such payment until the Board certifies in writing 25 to the wagering facility the amount to which the wagering 26 facility is entitled and a schedule for payment of the 27 amount to the wagering facility, based on: (i) the racing 28 dates awarded to the race track affiliated with the 29 wagering facility during the succeeding year; (ii) the 30 sums available or anticipated to be available in the 31 purse account of the race track affiliated with the 32 wagering facility for purses during the succeeding year; 33 and (iii) the need to ensure reasonable purse levels 34

1 during the payment period. The Board's certification 2 shall be provided no later than January 31 of the succeeding year. In the event a wagering facility 3 4 entitled to a payment under this paragraph (13) is affiliated with a race track that maintains 5 purse accounts for both standardbred and thoroughbred racing, 6 7 the amount to be paid to the wagering facility shall be 8 divided between each purse account pro rata, based on the 9 amount of Illinois handle on Illinois standardbred and thoroughbred racing respectively at the wagering facility 10 11 during the previous calendar year. Annually, the General Assembly shall appropriate sufficient funds from the 12 General Revenue Fund to the Department of Agriculture for 13 payment into the thoroughbred and standardbred horse 14 racing purse accounts at Illinois pari-mutuel tracks. 15 16 The amount paid to each purse account shall be the amount certified by the Illinois Racing Board in January to be 17 transferred from each account to each eligible racing 18 facility in accordance with the provisions of this 19 Section. 20

(h) The Board may approve and license the conduct of inter-track wagering and simulcast wagering by inter-track wagering licensees and inter-track wagering location licensees subject to the following terms and conditions:

25 (1) Any person licensed to conduct a race meeting (i) at a track where 60 or more days of racing were 26 conducted during the immediately preceding calendar year 27 or where over the 5 immediately preceding calendar years 28 29 an average of 30 or more days of racing were conducted 30 annually <u>may be issued an inter-track wagering license;</u> (ii) or at a track located in a county that is bounded by 31 the Mississippi River, which has a population of less 32 than 150,000 according to the 1990 decennial census, and 33 an average of at least 60 days of racing per year between 34

HB1069 Enrolled

1 1985 and 1993 may be issued an inter-track wagering 2 license; or (iii) at a track located in Madison County that conducted at least 100 days of live racing during 3 4 the immediately preceding calendar year may be issued an inter-track wagering license, unless a lesser schedule of 5 live racing is the result of (A) weather, unsafe track 6 7 conditions, or other acts of God; (B) an agreement between the organization licensee and the associations 8 9 representing the largest number of owners, trainers, jockeys, or standardbred drivers who race horses at that 10 11 organization licensee's racing meeting; or (C) a finding by the Board of extraordinary circumstances and that it 12 13 was in the best interest of the public and the sport to conduct fewer than 100 days of live racing. Any such 14 15 person having operating control of the racing facility 16 may also receive up to 6 inter-track wagering location licenses. In no event shall more than 6 inter-track 17 wagering locations be established for each eligible race 18 track, except that an eligible race track located in a 19 20 county that has a population of more than 230,000 and 21 that is bounded by the Mississippi River may establish up 22 to 7 inter-track wagering locations. An application for said license shall be filed with the Board prior to such 23 dates as may be fixed by the Board. With an application 24 for an inter-track wagering location license there shall 25 be delivered to the Board a certified check or bank draft 26 payable to the order of the Board for an amount equal to 27 \$500. The application shall be on forms prescribed and 28 29 furnished by the Board. The application shall comply with all other rules, regulations and conditions imposed 30 by the Board in connection therewith. 31

32 (2) The Board shall examine the applications with
33 respect to their conformity with this Act and the rules
34 and regulations imposed by the Board. If found to be in

compliance with the Act and rules and regulations of the Board, the Board may then issue a license to conduct inter-track wagering and simulcast wagering to such applicant. All such applications shall be acted upon by the Board at a meeting to be held on such date as may be fixed by the Board.

7 (3) In granting licenses to conduct inter-track 8 wagering and simulcast wagering, the Board shall give due 9 consideration to the best interests of the public, of 10 horse racing, and of maximizing revenue to the State.

11 (4) Prior to the issuance of a license to conduct 12 inter-track wagering and simulcast wagering, the applicant shall file with the Board a bond payable to the 13 State of Illinois in the sum of \$50,000, executed by the 14 15 applicant and a surety company or companies authorized to 16 do business in this State, and conditioned upon (i) the payment by the licensee of all taxes due under Section 27 17 or 27.1 and any other monies due and payable under this 18 Act, and (ii) distribution by the licensee, 19 upon presentation of the winning ticket or tickets, of all 20 21 sums payable to the patrons of pari-mutuel pools.

(5) Each license to conduct inter-track wagering and simulcast wagering shall specify the person to whom it is issued, the dates on which such wagering is permitted, and the track or location where the wagering is to be conducted.

27 (6) All wagering under such license is subject to
28 this Act and to the rules and regulations from time to
29 time prescribed by the Board, and every such license
30 issued by the Board shall contain a recital to that
31 effect.

32 (7) An inter-track wagering licensee or inter-track
33 wagering location licensee may accept wagers at the track
34 or location where it is licensed, or as otherwise

-16-

1

provided under this Act.

2 (8) Inter-track wagering or simulcast wagering
3 shall not be conducted at any track less than 5 miles
4 from a track at which a racing meeting is in progress.

(8.1) Inter-track wagering location licensees who 5 derive their licenses from a particular organization 6 7 licensee shall conduct inter-track wagering and simulcast wagering only at locations which are either within 90 8 9 miles of that race track where the particular organization licensee is licensed to conduct racing, or 10 11 within 135 miles of that race track where the particular organization licensee is licensed to conduct racing in 12 the case of race tracks in counties of less than 400,000 13 that were operating on or before June 1, 1986. However, 14 15 inter-track wagering and simulcast wagering shall not be 16 conducted by those licensees at any location within 5 miles of any race track at which a horse race meeting has 17 been licensed in the current year, unless the person 18 having operating control of such race track has given its 19 written consent to such inter-track wagering location 20 21 licensees, which consent must be filed with the Board at 22 or prior to the time application is made.

23 (8.2) Inter-track wagering or simulcast wagering shall not be conducted by an inter-track 24 wagering 25 location licensee at any location within 500 feet of an existing church or existing school, nor within 500 feet 26 the residences of more than 50 registered voters 27 of without receiving written permission from a majority of 28 29 the registered voters at such residences. Such written 30 permission statements shall be filed with the Board. The distance of 500 feet shall be measured to the nearest 31 part of any building used for worship services, education 32 programs, residential purposes, or conducting inter-track 33 34 wagering by an inter-track wagering location licensee,

1 and not to property boundaries. However, inter-track 2 wagering or simulcast wagering may be conducted at a site within 500 feet of a church, school or residences of 50 3 4 or more registered voters if such church, school or residences have been erected or established, or such 5 voters have been registered, after the Board issues the 6 7 original inter-track wagering location license at the 8 site in question. Inter-track wagering location licensees 9 may conduct inter-track wagering and simulcast wagering areas that are zoned for commercial or 10 only in 11 manufacturing purposes or in areas for which a special 12 use has been approved by the local zoning authority. However, no license to conduct inter-track wagering and 13 simulcast wagering shall be granted by the Board with 14 15 respect to any inter-track wagering location within the 16 jurisdiction of any local zoning authority which has, by ordinance or by resolution, prohibited the establishment 17 of inter-track wagering location 18 an within its 19 jurisdiction. However, inter-track wagering and simulcast wagering may be conducted at a site if such 20 ordinance or resolution is enacted after the Board 21 22 licenses the original inter-track wagering location 23 licensee for the site in question.

24

(9) (Blank).

25 inter-track wagering licensee or an (10) An inter-track wagering location licensee 26 may retain, 27 subject to the payment of the privilege taxes and the purses, an amount not to exceed 17% of all money wagered. 28 Each program of racing conducted by each inter-track 29 30 wagering licensee or inter-track wagering location licensee shall be considered a separate racing day for 31 the purpose of determining the daily handle and computing 32 the privilege tax or pari-mutuel tax on such daily handle 33 34 as provided in Section 27.

(10.1) Except as provided in subsection (g) of 1 2 Section 27 of this Act, inter-track wagering location licensees shall pay 1% of the pari-mutuel handle at each 3 4 location to the municipality in which such location is situated and 1% of the pari-mutuel handle at each 5 location to the county in which such location is 6 7 situated. In the event that an inter-track wagering 8 location licensee is situated in an unincorporated area 9 of a county, such licensee shall pay 2% of the pari-mutuel handle from such location to such county. 10

11 (10.2) Notwithstanding any other provision of this Act, with respect to intertrack wagering at a race track 12 13 located in a county that has a population of more than 230,000 and that is bounded by the Mississippi River 14 15 ("the first race track"), or at a facility operated by an 16 inter-track wagering licensee or inter-track wagering location licensee that derives its license from the 17 organization licensee that operates the first race track, 18 on races conducted at the first race track or on races 19 20 conducted at another Illinois race track and 21 simultaneously televised to the first race track or to a 22 facility operated by an inter-track wagering licensee or inter-track wagering location licensee that derives its 23 license from the organization licensee that operates the 24 25 first race track, those moneys shall be allocated as follows: 26

27 (A) That portion of all moneys wagered on
28 standardbred racing that is required under this Act
29 to be paid to purses shall be paid to purses for
30 standardbred races.

(B) That portion of all moneys wagered on
thoroughbred racing that is required under this Act
to be paid to purses shall be paid to purses for
thoroughbred races.

1 (11) (A) After payment of the privilege or 2 pari-mutuel tax, any other applicable taxes, and the costs and expenses in connection with the gathering, 3 4 transmission, and dissemination of all data necessary to the conduct of inter-track wagering, the remainder of the 5 monies retained under either Section 26 or Section 26.2 6 this Act by the inter-track wagering licensee on 7 of 8 inter-track wagering shall be allocated with 50% to be 9 split between the 2 participating licensees and 50% to purses, except that an intertrack wagering licensee that 10 11 derives its license from a track located in a county with a population in excess of 230,000 and that borders the 12 Mississippi River shall not divide 13 any remaining retention with the Illinois organization licensee that 14 15 provides the race or races, and an intertrack wagering 16 licensee that accepts wagers on races conducted by an organization licensee that conducts a race meet in a 17 county with a population in excess of 230,000 and that 18 19 borders the Mississippi River shall not divide any remaining retention with that organization licensee. 20

21 (B) From the sums permitted to be retained pursuant 22 to this Act each inter-track wagering location licensee 23 shall pay (i) the privilege or pari-mutuel tax to the State; (ii) 4.75% of the pari-mutuel handle on intertrack 24 25 wagering at such location on races as purses, except that an intertrack wagering location licensee that derives its 26 license from a track located in a county with 27 a population in excess of 230,000 and that borders the 28 Mississippi River shall retain all purse moneys 29 for its 30 own purse account consistent with distribution set forth in this subsection (h), and intertrack wagering location 31 licensees that accept wagers on races conducted by an 32 organization licensee located in a county with 33 а population in excess of 230,000 and that borders the 34

1 Mississippi River shall distribute all purse moneys to 2 purses at the operating host track; (iii) until January 1, 2000, except as provided in subsection (g) of Section 3 4 27 of this Act, 1% of the pari-mutuel handle wagered on inter-track wagering and simulcast wagering at each 5 inter-track wagering location licensee facility to the 6 7 Horse Racing Tax Allocation Fund, provided that, to the extent the total amount collected and distributed to 8 the 9 Horse Racing Tax Allocation Fund under this subsection (h) during any calendar year exceeds the amount collected 10 11 and distributed to the Horse Racing Tax Allocation Fund during calendar year 1994, that excess amount shall be 12 redistributed (I) to all inter-track wagering location 13 licensees, based on each licensee's pro-rata share of the 14 15 total handle from inter-track wagering and simulcast 16 wagering for all inter-track wagering location licensees during the calendar year in which this provision is 17 applicable; then (II) the amounts redistributed to each 18 inter-track wagering location licensee as described in 19 subpart (I) shall be further redistributed as provided in 20 21 subparagraph (B) of paragraph (5) of subsection (g) of this Section 26 provided first, that the shares of those 22 23 amounts, which are to be redistributed to the host track or to purses at the host track under subparagraph (B) of 24 paragraph (5) of subsection (g) of this Section 26 shall 25 be redistributed based on each host track's pro rata 26 27 share of the total inter-track wagering and simulcast wagering handle at all host tracks during the calendar 28 29 in question, and second, that any amounts year 30 redistributed as described in part (I) to an inter-track 31 wagering location licensee that accepts wagers on races conducted by an organization licensee that conducts a 32 race meet in a county with a population in excess of 33 34 230,000 and that borders the Mississippi River shall be

1 further redistributed as provided in subparagraphs (D) 2 and (E) of paragraph (7) of subsection (g) of this 3 Section 26, with the portion of that further 4 redistribution allocated to purses at that organization licensee to be divided between standardbred purses and 5 thoroughbred purses based on the amounts otherwise 6 7 allocated to purses at that organization licensee during 8 the calendar year in question; and (iv) 8% of the 9 pari-mutuel handle on inter-track wagering wagered at such location to satisfy all costs and expenses of 10 11 conducting its wagering. The remainder of the monies retained by the inter-track wagering location licensee 12 shall be allocated 40% to the location licensee and 60% 13 to the organization licensee which provides the Illinois 14 15 races to the location, except that an intertrack wagering 16 location licensee that derives its license from a track located in a county with a population in excess of 17 230,000 and that borders the Mississippi River shall not 18 divide any remaining retention with the organization 19 20 licensee that provides the race or races and an 21 intertrack wagering location licensee that accepts wagers 22 on races conducted by an organization licensee that 23 conducts a race meet in a county with a population in excess of 230,000 and that borders the Mississippi River 24 25 shall not divide any remaining retention with the organization licensee. Notwithstanding the provisions of 26 clauses (ii) and (iv) of this paragraph, in the case of 27 the additional inter-track wagering location licenses 28 29 authorized under paragraph (1) of this subsection (h) bv this amendatory Act of 1991, those licensees shall pay 30 the following amounts as purses: during the first 12 31 months the licensee is in operation, 5.25% of the 32 pari-mutuel handle wagered at the location on races; 33 during the second 12 months, 5.25%; during the third 12 34

1 months, 5.75%; during the fourth 12 months, 6.25%; and 2 during the fifth 12 months and thereafter, 6.75%. The following amounts shall be retained by the licensee to 3 4 satisfy all costs and expenses of conducting its wagering: during the first 12 months the licensee is in 5 operation, 8.25% of the pari-mutuel handle wagered at the 6 7 location; during the second 12 months, 8.25%; during the 12 months, 7.75%; during the fourth 12 months, 8 third 9 7.25%; and during the fifth 12 months and thereafter, 6.75%. For additional intertrack wagering location 10 11 licensees authorized under this amendatory Act of 1995, purses for the first 12 months the licensee is in 12 operation shall be 5.75% of the pari-mutuel wagered at 13 the location, purses for the second 12 months the 14 15 licensee is in operation shall be 6.25%, and purses 16 thereafter shall be 6.75%. For additional intertrack location licensees authorized under this amendatory Act 17 of 1995, the licensee shall be allowed to retain to 18 satisfy all costs and expenses: 7.75% of the pari-mutuel 19 handle wagered at the location during its first 12 months 20 21 of operation, 7.25% during its second 12 months of 22 operation, and 6.75% thereafter.

23 (C) There is hereby created the Horse Racing Tax Allocation Fund which shall remain in existence until 24 25 December 31, 1999. Moneys remaining in the Fund after December 31, 1999 shall be paid into the General Revenue 26 Until January 1, 2000, all monies paid into the 27 Fund. Horse Racing Tax Allocation Fund pursuant to 28 this 29 paragraph (11) by inter-track wagering location licensees 30 located in park districts of 500,000 population or less, or in a municipality that is not included within any park 31 district but is included within a conservation district 32 and is the county seat of a county that (i) is contiguous 33 to the state of Indiana and (ii) has a 1990 population of 34

-23-

88,257 according to the United States Bureau of the
 Census, and operating on May 1, 1994 shall be allocated
 by appropriation as follows:

4 Two-sevenths to the Department of Agriculture. Fifty percent of this two-sevenths shall be used to 5 promote the Illinois horse racing and breeding 6 7 industry, and shall be distributed by the Department 8 of Agriculture upon the advice of a 9-member 9 committee appointed by the Governor consisting of the following members: the Director of Agriculture, 10 11 who shall serve as chairman; 2 representatives of organization licensees conducting thoroughbred race 12 13 meetings in this State, recommended by those licensees; 2 representatives of organization 14 licensees conducting standardbred race meetings in 15 16 this State, recommended by those licensees; а representative of the Illinois Thoroughbred Breeders 17 Owners Foundation, recommended by that 18 and 19 Foundation; a representative of the Illinois Standardbred Owners and Breeders Association, 20 21 recommended by that Association; a representative of the Horsemen's Benevolent and Protective Association 22 23 or any successor organization thereto established in Illinois comprised of the largest number of owners 24 25 and trainers, recommended by that Association or that successor organization; and a representative of 26 Illinois Harness Horsemen's 27 the Association, recommended by that Association. Committee members 28 29 shall serve for terms of 2 years, commencing January 30 1 of each even-numbered year. If a representative of any of the above-named entities has not been 31 recommended by January 1 of any even-numbered year, 32 the Governor shall appoint a committee member to 33 34 fill that position. Committee members shall receive 1 no compensation for their services as members but 2 shall be reimbursed for all actual and necessary expenses and disbursements 3 incurred in the 4 performance of their official duties. The remaining 50% of this two-sevenths shall be distributed to 5 county fairs for premiums and rehabilitation as set 6 7 forth in the Agricultural Fair Act;

8 Four-sevenths to park districts or 9 municipalities that do not have a park district of 500,000 population or less for museum purposes (if 10 11 an inter-track wagering location licensee is located 12 such a park district) or to conservation in districts for museum purposes (if an inter-track 13 location licensee is 14 wagering located in a 15 municipality that is not included within any park 16 district but is included within a conservation district and is the county seat of a county that (i) 17 is contiguous to the state of Indiana and (ii) has a 18 1990 population of 88,257 according to the United 19 States Bureau of the Census, except that if the 20 conservation district does not maintain a museum, 21 22 the monies shall be allocated equally between the 23 county and the municipality in which the inter-track wagering location licensee is located for general 24 25 purposes) or to a municipal recreation board for park purposes (if an inter-track wagering location 26 licensee is located in a municipality that 27 is not included within any park district and park 28 29 maintenance is the function of the municipal 30 recreation board and the municipality has a 1990 population of 9,302 according to the United States 31 Bureau of the Census); provided that the monies are 32 33 distributed to each park district or conservation 34 district or municipality that does not have a park

HB1069 Enrolled

-25-

1 district in an amount equal to four-sevenths of the 2 amount collected by each inter-track wagering location licensee within the park district 3 or 4 conservation district or municipality for the Fund. Monies that were paid into the Horse Racing Tax 5 Allocation Fund before the effective date of this 6 amendatory Act of 1991 by an inter-track wagering 7 8 location licensee located in a municipality that is 9 not included within any park district but is included within a conservation district as provided 10 11 in this paragraph shall, as soon as practicable after the effective date of this amendatory Act of 12 1991, be allocated and paid to that conservation 13 district as provided in this paragraph. Any park 14 15 district or municipality not maintaining a museum 16 may deposit the monies in the corporate fund of the park district or municipality where the inter-track 17 wagering location is located, to be used for general 18 purposes; and 19

One-seventh to the Agricultural Premium Fund to 20 21 be used for distribution to agricultural home economics extension councils in accordance with "An 22 23 Act in relation to additional support and finances for the Agricultural and Home Economic Extension 24 25 Councils in the several counties of this State and making an appropriation therefor", approved July 24, 26 1967. 27

28 Until January 1, 2000, all other monies paid into 29 the Horse Racing Tax Allocation Fund pursuant to this 30 paragraph (11) shall be allocated by appropriation as 31 follows:

32 Two-sevenths to the Department of Agriculture. 33 Fifty percent of this two-sevenths shall be used to 34 promote the Illinois horse racing and breeding

1 industry, and shall be distributed by the Department 2 Agriculture upon the advice of a 9-member of committee appointed by the Governor consisting of 3 4 the following members: the Director of Agriculture, who shall serve as chairman; 2 representatives of 5 organization licensees conducting thoroughbred race 6 7 meetings in this State, recommended by those 8 licensees; 2 representatives of organization 9 licensees conducting standardbred race meetings in this State, recommended by those licensees; a 10 11 representative of the Illinois Thoroughbred Breeders 12 and Owners Foundation, recommended by that 13 Foundation; a representative of the Illinois and Breeders 14 Standardbred Owners Association, 15 recommended by that Association; a representative of 16 the Horsemen's Benevolent and Protective Association or any successor organization thereto established in 17 Illinois comprised of the largest number of owners 18 and trainers, recommended by that Association or 19 20 that successor organization; and a representative of 21 the Illinois Harness Horsemen's Association, 22 recommended by that Association. Committee members 23 shall serve for terms of 2 years, commencing January 1 of each even-numbered year. If a representative 24 25 of any of the above-named entities has not been recommended by January 1 of any even-numbered year, 26 27 the Governor shall appoint a committee member to fill that position. Committee members shall receive 28 29 no compensation for their services as members but 30 shall be reimbursed for all actual and necessary expenses and disbursements incurred in 31 the performance of their official duties. The remaining 32 50% of this two-sevenths shall be distributed to 33 34 county fairs for premiums and rehabilitation as set

2

3

4

5

6

7

8

forth in the Agricultural Fair Act;

Four-sevenths to museums and aquariums located in park districts of over 500,000 population; provided that the monies are distributed in accordance with the previous year's distribution of the maintenance tax for such museums and aquariums as provided in Section 2 of the Park District Aquarium and Museum Act; and

9 One-seventh to the Agricultural Premium Fund to be used for distribution to agricultural home 10 economics extension councils in accordance with "An 11 Act in relation to additional support and finances 12 for the Agricultural and Home Economic Extension 13 Councils in the several counties of this State and 14 making an appropriation therefor", approved July 24, 15 16 1967. This subparagraph (C) shall be inoperative and of no force and effect on and after January 1, 2000. 17

18 (D) Except as provided in paragraph (11) of
19 this subsection (h), with respect to purse
20 allocation from intertrack wagering, the monies so
21 retained shall be divided as follows:

22 (i) If the inter-track wagering licensee, 23 except an intertrack wagering licensee that derives its license from an organization 24 25 licensee located in a county with a population in excess of 230,000 and bounded by the 26 Mississippi River, is not conducting its own 27 race meeting during the same dates, then the 28 entire purse allocation shall be to purses at 29 30 the track where the races wagered on are being conducted. 31

32 (ii) If the inter-track wagering
33 licensee, except an intertrack wagering
34 licensee that derives its license from an

1 organization licensee located in a county with 2 a population in excess of 230,000 and bounded by the Mississippi River, is also conducting 3 4 its own race meeting during the same dates, 5 then the purse allocation shall be as follows: 50% to purses at the track where the races 6 7 wagered on are being conducted; 50% to purses 8 at the track where the inter-track wagering 9 licensee is accepting such wagers.

(iii) If the inter-track wagering 10 is 11 being conducted by an inter-track wagering 12 location licensee, except an intertrack wagering location licensee that derives its 13 license from an organization licensee located 14 15 in a county with a population in excess of 16 230,000 and bounded by the Mississippi River, the entire purse allocation for Illinois races 17 shall be to purses at the track where the race 18 19 meeting being wagered on is being held.

20 (12) The Board shall have all powers necessary and 21 proper to fully supervise and control the conduct of 22 inter-track wagering and simulcast wagering by 23 inter-track wagering licensees and inter-track wagering 24 location licensees, including, but not limited to the 25 following:

(A) The Board is vested with 26 power to promulgate reasonable rules and regulations for the 27 purpose of administering the conduct of this 28 29 wagering and to prescribe reasonable rules, 30 regulations and conditions under which such wagering shall be held and conducted. Such rules and 31 regulations are to provide for the prevention of 32 practices detrimental to the public interest and for 33 the best interests of said wagering and to impose 34

5

6

penalties for violations thereof.

2 (B) The Board, and any person or persons to whom it delegates this power, is vested with the 3 4 power to enter the facilities of any licensee to determine whether there has been compliance with the provisions of this Act and the rules and regulations 7 relating to the conduct of such wagering.

8 (C) The Board, and any person or persons to 9 whom it delegates this power, may eject or exclude from any licensee's facilities, any person whose 10 11 conduct or reputation is such that his presence on such premises may, in the opinion of the Board, call 12 into the question the honesty and integrity of, or 13 interfere with the orderly conduct of such wagering; 14 15 provided, however, that no person shall be excluded 16 or ejected from such premises solely on the grounds of race, color, creed, national origin, ancestry, or 17 18 sex.

19

20

21

22

23

24

(D) (Blank).

(E) The Board is vested with the power to appoint delegates to execute any of the powers granted to it under this Section for the purpose of administering this wagering and any rules and regulations promulgated in accordance with this Act.

25 (F) The Board shall name and appoint a State director of this wagering who shall be a 26 representative of the Board and whose duty it shall 27 be to supervise the conduct of inter-track wagering 28 29 as may be provided for by the rules and regulations 30 of the Board; such rules and regulation shall specify the method of appointment and the Director's 31 powers, authority and duties. 32

(G) The Board is vested with the power to 33 impose civil penalties of up to \$5,000 against 34

4

5

6

1

individuals and up to \$10,000 against licensees for each violation of any provision of this Act relating to the conduct of this wagering, any rules adopted by the Board, any order of the Board or any other action which in the Board's discretion, is a detriment or impediment to such wagering.

7 (13) The Department of Agriculture may enter into 8 agreements with licensees authorizing such licensees to 9 conduct inter-track wagering on races to be held at the licensed race meetings conducted by the Department of 10 11 Agriculture. Such agreement shall specify the races of the Department of Agriculture's licensed race meeting 12 upon which the licensees will conduct wagering. 13 In the event that a licensee conducts inter-track pari-mutuel 14 15 wagering on races from the Illinois State Fair or DuQuoin 16 State Fair which are in addition to the licensee's 17 previously approved racing program, those races shall be considered a separate racing day for the purpose of 18 determining the daily handle and computing the privilege 19 or pari-mutuel tax on that daily handle as provided in 20 21 Sections 27 and 27.1. Such agreements shall be approved 22 by the Board before such wagering may be conducted. In 23 determining whether to grant approval, the Board shall give due consideration to the best interests of 24 the 25 public and of horse racing. The provisions of paragraphs (1), (8), (8.1), and (8.2) of subsection (h) of this 26 Section which are not specified in this paragraph (13) 27 shall not apply to licensed race meetings conducted by 28 the Department of Agriculture at the Illinois State Fair 29 in Sangamon County or the DuQuoin State Fair in Perry 30 31 County, or to any wagering conducted on those race meetings. 32

33 (i) Notwithstanding the other provisions of this Act,34 the conduct of wagering at wagering facilities is authorized

on all days, except as limited by subsection (b) of Section
 19 of this Act.
 (Source: P.A. 91-40, eff. 6-25-99.)
 Section 90. Severability. The provisions of this Act are
 severable under Section 1.31 of the Statute on Statutes.

6 Section 99. Effective date. This Act takes effect upon7 becoming law.