92_HB1069ham001

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LRB9206979LDcsam

1AMENDMENT TO HOUSE BILL 10692AMENDMENT NO. ____. Amend House Bill 1069 by replacing

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

everything after the enacting clause with the following:

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

7 Sec. 26. Wagering.

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

1 (b) No other method of betting, pool making, wagering or 2 gambling shall be used or permitted by the licensee. Each 3 licensee may retain, subject to the payment of all applicable 4 taxes and purses, an amount not to exceed 17% of all money 5 wagered under subsection (a) of this Section, except as may 6 otherwise be permitted under this Act.

7 (b-5) An individual may place a wager under the 8 pari-mutuel system from any licensed location authorized under this Act provided that wager is electronically recorded 9 in the manner described in Section 3.12 of this Act. Any 10 11 wager made electronically by an individual while physically on the premises of a licensee shall be deemed to have been 12 13 made at the premises of that licensee.

Until January 1, 2000, the sum held by any licensee 14 (C) for payment of outstanding pari-mutuel tickets, if unclaimed 15 16 prior to December 31 of the next year, shall be retained by the licensee for payment of such tickets until that date. 17 Within 10 days thereafter, the balance of such sum remaining 18 19 unclaimed, less any uncashed supplements contributed by such 20 licensee for the purpose of guaranteeing minimum 21 distributions of any pari-mutuel pool, shall be paid to the Illinois Veterans' Rehabilitation Fund of the State treasury, 22 23 except as provided in subsection (g) of Section 27 of this 24 Act.

(c-5) Beginning January 1, 2000, the sum held by any 25 licensee for payment of outstanding pari-mutuel tickets, if 26 unclaimed prior to December 31 of the next year, shall be 27 retained by the licensee for payment of such tickets until 28 that date. Within 10 days thereafter, the balance of such 29 30 remaining unclaimed, less any uncashed supplements sum contributed by such licensee for the purpose of guaranteeing 31 32 minimum distributions of any pari-mutuel pool, shall be evenly distributed to the purse account of the organization 33 licensee and the organization licensee. 34

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1 (d) A pari-mutuel ticket shall be honored until December 2 31 of the next calendar year, and the licensee shall pay the same and may charge the amount thereof against unpaid money 3 4 similarly accumulated on account of pari-mutuel tickets not 5 presented for payment.

No licensee shall knowingly permit any minor, other 6 (e) than an employee of such licensee or an owner, trainer, 7 8 jockey, driver, or employee thereof, to be admitted during a 9 racing program unless accompanied by a parent or guardian, or any minor to be a patron of the pari-mutuel system of 10 11 wagering conducted or supervised by it. The admission of any unaccompanied minor, other than an employee of the licensee 12 an owner, trainer, jockey, driver, or employee thereof at 13 or a race track is a Class C misdemeanor. 14

15 Notwithstanding the other provisions of this Act, an (f) 16 organization licensee may contract with an entity in another state or country to permit any legal wagering entity in 17 another state or country to accept wagers solely within such 18 19 other state or country on races conducted by the organization licensee in this State. Beginning January 1, 2000, these 20 21 wagers shall not be subject to State taxation. Until January 22 1, 2000, when the out-of-State entity conducts a pari-mutuel 23 pool separate from the organization licensee, a privilege tax equal to 7 1/2% of all monies received by the organization 24 25 licensee from entities in other states or countries pursuant 26 to such contracts is imposed on the organization licensee, and such privilege tax shall be remitted to the Department of 27 Revenue within 48 hours of receipt of the moneys from the 28 29 simulcast. When the out-of-State entity conducts a combined 30 pari-mutuel pool with the organization licensee, the tax shall be 10% of all monies received by the organization 31 32 licensee with 25% of the receipts from this 10% tax to be 33 distributed to the county in which the race was conducted. 34

An organization licensee may permit one or more of its

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

(g) A host track may accept interstate simulcast wagers 8 9 on horse races conducted in other states or countries and shall control the number of signals and types of breeds of 10 11 racing in its simulcast program, subject to the disapproval The Board may prohibit a simulcast program 12 of the Board. only if it finds that the simulcast program is clearly 13 adverse to the integrity of racing. The host track simulcast 14 15 program shall include the signal of live racing of all 16 organization licensees. All non-host licensees shall carry the host track simulcast program and accept wagers on all 17 races included as part of the simulcast program upon which 18 19 wagering is permitted. The costs and expenses of the host track and non-host licensees associated with interstate 20 21 simulcast wagering, other than the interstate commission fee, 22 shall be borne by the host track and all non-host licensees 23 incurring these costs. The interstate commission fee shall not exceed 5% of Illinois handle on the interstate simulcast 24 25 race or races without prior approval of the Board. The Board shall promulgate rules under which it may permit interstate 26 commission fees in excess of 5%. The interstate commission 27 and other fees charged by the sending racetrack, 28 fee 29 including, but not limited to, satellite decoder fees, shall 30 be uniformly applied to the host track and all non-host licensees. 31

32 (1) Between the hours of 6:30 a.m. and 6:30 p.m. an
33 intertrack wagering licensee other than the host track
34 may supplement the host track simulcast program with

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1 additional simulcast races or race programs, provided 2 that between January 1 and the third Friday in February of any year, inclusive, if no live thoroughbred racing is 3 4 occurring in Illinois during this period, only 5 thoroughbred may be used for supplemental races interstate simulcast purposes. The Board shall withhold 6 7 approval for a supplemental interstate simulcast only if 8 it finds that the simulcast is clearly adverse to the 9 integrity of racing. A supplemental interstate simulcast may be transmitted from an intertrack wagering licensee 10 11 to its affiliated non-host licensees. The interstate commission fee for a supplemental interstate simulcast 12 shall be paid by the non-host licensee and its affiliated 13 non-host licensees receiving the simulcast. 14

15 (2) Between the hours of 6:30 p.m. and 6:30 a.m. an 16 intertrack wagering licensee other than the host track may receive supplemental interstate simulcasts only with 17 the Board the consent of the host track, except when 18 19 finds that the simulcast is clearly adverse to the this 20 integrity of racing. Consent granted under 21 paragraph (2) to any intertrack wagering licensee shall 22 be deemed consent to all non-host licensees. The 23 interstate commission fee for the supplemental interstate simulcast shall be paid by all participating non-host 24 25 licensees.

(3) Each licensee conducting interstate simulcast 26 27 wagering may retain, subject to the payment of all applicable taxes and the purses, an amount not to exceed 28 29 17% of all money wagered. If any licensee conducts the 30 pari-mutuel system wagering on races conducted at racetracks in another state or country, each such race or 31 race program shall be considered a separate racing day 32 for the purpose of determining the daily handle and 33 computing the privilege tax of that daily handle as 34

1 provided in subsection (a) of Section 27. Until January 2 2000, from the sums permitted to be retained pursuant 1, to this subsection, each intertrack wagering location 3 4 licensee shall pay 1% of the pari-mutuel handle wagered on simulcast wagering to the Horse Racing Tax Allocation 5 Fund, subject to the provisions of subparagraph (B) of 6 7 paragraph (11) of subsection (h) of Section 26 of this 8 Act.

9 (4) A licensee who receives an interstate simulcast 10 may combine its gross or net pools with pools at the 11 sending racetracks pursuant to rules established by the 12 Board. All licensees combining their gross pools at a 13 sending racetrack shall adopt the take-out percentages of the sending racetrack. A licensee may also establish a 14 15 separate pool and takeout structure for wagering purposes 16 on races conducted at race tracks outside of the State of 17 Illinois. The licensee may permit pari-mutuel wagers placed in other states or countries to be combined with 18 its gross or net wagering pools or other wagering pools. 19

(5) After the payment of the interstate commission 20 21 fee (except for the interstate commission fee on a 22 supplemental interstate simulcast, which shall be paid by 23 the host track and by each non-host licensee through the host-track) and all applicable State and local taxes, 24 except as provided in subsection (g) of Section 27 of 25 this Act, the remainder of moneys retained from simulcast 26 wagering pursuant to this subsection (g), and Section 27 26.2 shall be divided as follows: 28

29 (A) For interstate simulcast wagers made at a
30 host track, 50% to the host track and 50% to purses
31 at the host track.

32 (B) For wagers placed on interstate simulcast
33 races, supplemental simulcasts as defined in
34 subparagraphs (1) and (2), and separately pooled

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1 races conducted outside of the State of Illinois 2 made at a non-host licensee, 25% to the host track, 3 25% to the non-host licensee, and 50% to the purses 4 at the host track.

(6) Notwithstanding any provision in this Act to 5 the contrary, non-host licensees who derive their 6 7 licenses from a track located in a county with a population in excess of 230,000 and that borders the 8 9 Mississippi River may receive supplemental interstate simulcast races at all times subject to Board approval, 10 11 which shall be withheld only upon a finding that a supplemental interstate simulcast is clearly adverse to 12 the integrity of racing. 13

(7) Notwithstanding any provision of this Act to 14 15 the contrary, after payment of all applicable State and 16 local taxes and interstate commission fees, non-host licensees who derive their licenses from a track located 17 in a county with a population in excess of 230,000 and 18 that borders the Mississippi River shall retain 50% of 19 the retention from interstate simulcast wagers and shall 20 21 pay 50% to purses at the track from which the non-host 22 licensee derives its license as follows:

(A) Between January 1 and the third Friday in
February, inclusive, if no live thoroughbred racing
is occurring in Illinois during this period, when
the interstate simulcast is a standardbred race, the
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).;

1 (C) Between January 1 and the third Friday in 2 February, inclusive, if live thoroughbred racing is occurring in Illinois, between 6:30 a.m. and 6:30 3 4 p.m. the purse share from wagers made during this time period to its thoroughbred purse account and 5 between 6:30 p.m. and 6:30 a.m. the purse share from 6 7 wagers made during this time period to its 8 standardbred purse accounts.;

9 (D) Between the third Saturday in February and 10 December 31, when the interstate simulcast occurs 11 between the hours of 6:30 a.m. and 6:30 p.m., the 12 purse share to its thoroughbred purse account.;

13 (E) Between the third Saturday in February and
14 December 31, when the interstate simulcast occurs
15 between the hours of 6:30 p.m. and 6:30 a.m., the
16 purse share to its standardbred purse account.

17 (F) Notwithstanding any other provision of this Act, if, in any calendar year before 2002, a 18 racetrack located in Madison County conducts only 19 one breed of racing, either standardbred or 20 thoroughbred, then all purse moneys derived from 21 22 simulcast wagering required to be paid pursuant to this Act shall be paid to the purse account of that 23 breed. The provisions of this subparagraph (F) are 24 25 declarative of existing law.

(G) Notwithstanding any other provision of 26 27 this Act, if, in any calendar year after 2001, a racetrack located in Madison County conducts only 28 one breed of racing, either standardbred or 29 thoroughbred, then all purse moneys derived from 30 31 simulcast wagering required to be paid pursuant to this Act shall be paid to the purse account of that 32 breed, provided that the racetrack conducts at least 33 as many days of live racing as were conducted in 34

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calendar year 2000 at that racetrack;

2 (8) Notwithstanding any provision in this Act to the contrary, an organization licensee from a track 3 4 located in a county with a population in excess of 230,000 and that borders the Mississippi River and its 5 affiliated non-host licensees shall not be entitled to 6 7 share in any retention generated on racing, inter-track 8 wagering, or simulcast wagering at any other Illinois 9 wagering facility.

(8.1) Notwithstanding any provisions in this Act to 10 11 the contrary, if 2 organization licensees are conducting 12 standardbred race meetings concurrently between the hours 13 of 6:30 p.m. and 6:30 a.m., after payment of all applicable State and local taxes 14 and interstate commission fees, the remainder of the amount retained 15 16 from simulcast wagering otherwise attributable to the host track and to host track purses shall be split daily 17 between the 2 organization licensees and the purses at 18 19 the tracks of the 2 organization licensees, respectively, based on each organization licensee's share of the total 20 21 live handle for that day, provided that this provision 22 shall not apply to any non-host licensee that derives its 23 license from a track located in a county with a population in excess of 230,000 and that borders the 24 25 Mississippi River.

26 (9) (Blank).

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(10) (Blank).

28 (11) (Blank).

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

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(13) Notwithstanding any other provision of this

1 Act, in the event that the total Illinois pari-mutuel 2 handle on Illinois horse races at all wagering facilities 3 in any calendar year is less than 75% of the total 4 Illinois pari-mutuel handle on Illinois horse races at all such wagering facilities for calendar year 1994, then 5 each wagering facility that has an annual total Illinois 6 7 pari-mutuel handle on Illinois horse races that is less 8 than 75% of the total Illinois pari-mutuel handle on 9 Illinois horse races at such wagering facility for calendar year 1994, shall be permitted to receive, from 10 11 any amount otherwise payable to the purse account at the race track with which the wagering facility is affiliated 12 in the succeeding calendar year, an amount equal to 2% of 13 the differential in total Illinois pari-mutuel handle on 14 15 Illinois horse races at the wagering facility between 16 that calendar year in question and 1994 provided, however, that a wagering facility shall not be entitled 17 to any such payment until the Board certifies in writing 18 to the wagering facility the amount to which the wagering 19 facility is entitled and a schedule for payment of the 20 21 amount to the wagering facility, based on: (i) the racing 22 dates awarded to the race track affiliated with the wagering facility during the succeeding year; (ii) 23 the sums available or anticipated to be available in the 24 purse account of the race track affiliated with the 25 wagering facility for purses during the succeeding year; 26 27 and (iii) the need to ensure reasonable purse levels during the payment period. The Board's certification 28 29 shall be provided no later than January 31 of the year. In the event a wagering facility 30 succeeding 31 entitled to a payment under this paragraph (13) is affiliated with a race track that maintains purse 32 accounts for both standardbred and thoroughbred racing, 33 the amount to be paid to the wagering facility shall be 34

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1 divided between each purse account pro rata, based on the 2 amount of Illinois handle on Illinois standardbred and thoroughbred racing respectively at the wagering facility 3 4 during the previous calendar year. Annually, the General Assembly shall appropriate sufficient funds from the 5 General Revenue Fund to the Department of Agriculture for 6 7 payment into the thoroughbred and standardbred horse 8 racing purse accounts at Illinois pari-mutuel tracks. 9 The amount paid to each purse account shall be the amount certified by the Illinois Racing Board in January to be 10 11 transferred from each account to each eligible racing facility in accordance with the provisions of this 12 13 Section.

(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:

(1) Any person licensed to conduct a race meeting 18 at a track where 60 or more days of racing were conducted 19 during the immediately preceding calendar year or where 20 21 over the 5 immediately preceding calendar years an 22 average of 30 or more days of racing were conducted 23 annually or at a track located in a county that is bounded by the Mississippi River, which has a population 24 less than 150,000 according to the 1990 decennial 25 of census, and an average of at least 60 days of racing per 26 year between 1985 and 1993 may be issued an inter-track 27 wagering license and, notwithstanding any other provision 28 of this Act, any person licensed to conduct a race 29 meeting of at least 60 days of live racing during the 30 31 immediately preceding calendar year at a racetrack located in Madison County may be issued an inter-track 32 <u>wagering license</u>. Any such person having operating 33 control of the racing facility may also receive up to 6 34

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1 inter-track wagering location licenses. In no event shall 2 more than 6 inter-track wagering locations be established for each eligible race track, except that an eligible 3 4 race track located in a county that has a population of more than 230,000 and that is bounded by the Mississippi 5 River establish up to 7 inter-track wagering 6 may 7 locations. An application for said license shall be filed 8 with the Board prior to such dates as may be fixed by the 9 Board. With an application for an inter-track wagering location license there shall be delivered to the Board a 10 11 certified check or bank draft payable to the order of the Board for an amount equal to \$500. The application shall 12 be on forms prescribed and furnished by the Board. 13 The shall 14 application comply with all other rules, 15 regulations and conditions imposed by the Board in 16 connection therewith.

(2) The Board shall examine the applications with 17 respect to their conformity with this Act and the rules 18 and regulations imposed by the Board. If found to be in 19 compliance with the Act and rules and regulations of the 20 21 Board, the Board may then issue a license to conduct 22 inter-track wagering and simulcast wagering to such 23 All such applications shall be acted upon by applicant. the Board at a meeting to be held on such date as may be 24 fixed by the Board. 25

26 (3) In granting licenses to conduct inter-track
27 wagering and simulcast wagering, the Board shall give due
28 consideration to the best interests of the public, of
29 horse racing, and of maximizing revenue to the State.

30 (4) Prior to the issuance of a license to conduct 31 inter-track wagering and simulcast wagering, the 32 applicant shall file with the Board a bond payable to the 33 State of Illinois in the sum of \$50,000, executed by the 34 applicant and a surety company or companies authorized to

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do business in this State, and conditioned upon (i) the payment by the licensee of all taxes due under Section 27 or 27.1 and any other monies due and payable under this Act, and (ii) distribution by the licensee, upon presentation of the winning ticket or tickets, of all sums payable to the patrons of pari-mutuel pools.

7 (5) Each license to conduct inter-track wagering 8 and simulcast wagering shall specify the person to whom 9 it is issued, the dates on which such wagering is 10 permitted, and the track or location where the wagering 11 is to be conducted.

12 (6) All wagering under such license is subject to 13 this Act and to the rules and regulations from time to 14 time prescribed by the Board, and every such license 15 issued by the Board shall contain a recital to that 16 effect.

17 (7) An inter-track wagering licensee or inter-track
18 wagering location licensee may accept wagers at the track
19 or location where it is licensed, or as otherwise
20 provided under this Act.

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

(8.1) Inter-track wagering location licensees who 24 25 derive their licenses from a particular organization licensee shall conduct inter-track wagering and simulcast 26 wagering only at locations which are either within 90 27 miles of that race track 28 where the particular organization licensee is licensed to conduct racing, or 29 30 within 135 miles of that race track where the particular organization licensee is licensed to conduct racing in 31 the case of race tracks in counties of less than 400,000 32 that were operating on or before June 1, 1986. However, 33 inter-track wagering and simulcast wagering shall not be 34

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1 conducted by those licensees at any location within 5 2 miles of any race track at which a horse race meeting has been licensed in the current year, unless the person 3 having operating control of such race track has given its 5 written consent to such inter-track wagering location licensees, which consent must be filed with the Board at 6 7 or prior to the time application is made.

8 (8.2)Inter-track wagering or simulcast wagering 9 shall not be conducted by an inter-track wagering location licensee at any location within 500 feet of an 10 11 existing church or existing school, nor within 500 feet 12 of the residences of more than 50 registered voters without receiving written permission from a majority of 13 registered voters at such residences. Such written 14 the permission statements shall be filed with the Board. 15 The 16 distance of 500 feet shall be measured to the nearest part of any building used for worship services, education 17 programs, residential purposes, or conducting inter-track 18 19 wagering by an inter-track wagering location licensee, 20 and not to property boundaries. However, inter-track 21 wagering or simulcast wagering may be conducted at a site 22 within 500 feet of a church, school or residences of 50 school or 23 or more registered voters if such church, residences have been erected or established, or such 24 25 voters have been registered, after the Board issues the original inter-track wagering location license at the 26 site in question. Inter-track wagering location licensees 27 may conduct inter-track wagering and simulcast wagering 28 29 only in areas that are zoned for commercial or manufacturing purposes or in areas for which a special 30 use has been approved by the local zoning authority. 31 However, no license to conduct inter-track wagering and 32 simulcast wagering shall be granted by the Board with 33 respect to any inter-track wagering location within the 34

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1 jurisdiction of any local zoning authority which has, by 2 ordinance or by resolution, prohibited the establishment inter-track wagering location within its 3 of an 4 jurisdiction. However, inter-track wagering and simulcast wagering may be conducted at a site if such 5 ordinance or resolution is enacted after the Board 6 7 licenses the original inter-track wagering location 8 licensee for the site in question.

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(9) (Blank).

(10) An inter-track wagering licensee or an 10 11 inter-track wagering location licensee may retain, 12 subject to the payment of the privilege taxes and the purses, an amount not to exceed 17% of all money wagered. 13 Each program of racing conducted by each inter-track 14 15 wagering licensee or inter-track wagering location 16 licensee shall be considered a separate racing day for the purpose of determining the daily handle and computing 17 the privilege tax or pari-mutuel tax on such daily handle 18 as provided in Section 27. 19

(10.1) Except as provided in subsection (g) of 20 21 Section 27 of this Act, inter-track wagering location 22 licensees shall pay 1% of the pari-mutuel handle at each 23 location to the municipality in which such location is situated and 1% of the pari-mutuel handle at each 24 25 location the county in which such location is to situated. In the event that an inter-track wagering 26 location licensee is situated in an unincorporated area 27 of a county, such licensee shall pay 2% 28 of the 29 pari-mutuel handle from such location to such county.

30 (10.2) Notwithstanding any other provision of this
31 Act, with respect to intertrack wagering at a race track
32 located in a county that has a population of more than
33 230,000 and that is bounded by the Mississippi River
34 ("the first race track"), or at a facility operated by an

1 inter-track wagering licensee or inter-track wagering 2 location licensee that derives its license from the organization licensee that operates the first race track, 3 4 on races conducted at the first race track or on races conducted at another Illinois race 5 track and simultaneously televised to the first race track or to a 6 7 facility operated by an inter-track wagering licensee or 8 inter-track wagering location licensee that derives its 9 license from the organization licensee that operates the 10 first race track, those moneys shall be allocated as 11 follows:

12 (A) That portion of all moneys wagered on
13 standardbred racing that is required under this Act
14 to be paid to purses shall be paid to purses for
15 standardbred races.

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

(C) Notwithstanding any other provision of 20 21 this Act, if, in any calendar year before 2002, a 22 racetrack located in Madison County conducts only one breed of racing, either standardbred or 23 24 thoroughbred, then all purse moneys derived from inter-track wagering required to be paid pursuant to 25 this Act shall be paid to the purse account of that 26 breed. The provisions of this subparagraph (C) are 27 declarative of existing law. 28

29(D) Notwithstanding any other provision of30this Act, if, in any calendar year after 2001, a31racetrack located in Madison County conducts only32one breed of racing, either standardbred or33thoroughbred, then all purse moneys derived from34inter-track wagering required to be paid pursuant to

1 this Act shall be paid to the purse account of that 2 breed, provided that the racetrack conducts at least 3 as many days of live racing as were conducted in 4 calendar year 2000 at that racetrack.

of 5 (11) (A) After payment the privilege or pari-mutuel tax, any other applicable taxes, and the 6 7 costs and expenses in connection with the gathering, 8 transmission, and dissemination of all data necessary to 9 the conduct of inter-track wagering, the remainder of the monies retained under either Section 26 or Section 26.2 10 11 of this Act by the inter-track wagering licensee on inter-track wagering shall be allocated with 50% to be 12 split between the 2 participating licensees and 50% to 13 purses, except that an intertrack wagering licensee that 14 15 derives its license from a track located in a county with 16 a population in excess of 230,000 and that borders the Mississippi shall not divide any remaining 17 River retention with the Illinois organization licensee that 18 19 provides the race or races, and an intertrack wagering 20 licensee that accepts wagers on races conducted by an 21 organization licensee that conducts a race meet in a 22 county with a population in excess of 230,000 and that 23 borders the Mississippi River shall not divide any remaining retention with that organization licensee. 24

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

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

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

1 the following amounts as purses: during the first 12 2 months the licensee is in operation, 5.25% of the pari-mutuel handle wagered at the location on races; 3 4 during the second 12 months, 5.25%; during the third 12 months, 5.75%; during the fourth 12 months, 6.25%; and 5 during the fifth 12 months and thereafter, 6.75%. The 6 7 following amounts shall be retained by the licensee to 8 satisfy all costs and expenses of conducting its 9 wagering: during the first 12 months the licensee is in operation, 8.25% of the pari-mutuel handle wagered at the 10 11 location; during the second 12 months, 8.25%; during the third 12 months, 7.75%; during the fourth 12 months, 12 7.25%; and during the fifth 12 months and thereafter, 13 6.75%. For additional intertrack 14 wagering location 15 licensees authorized under this amendatory Act of 1995, 16 purses for the first 12 months the licensee is in operation shall be 5.75% of the pari-mutuel wagered at 17 location, purses for the second 12 months the 18 the 19 licensee is in operation shall be 6.25%, and purses thereafter shall be 6.75%. For additional intertrack 20 21 location licensees authorized under this amendatory Act 22 of 1995, the licensee shall be allowed to retain to 23 satisfy all costs and expenses: 7.75% of the pari-mutuel handle wagered at the location during its first 12 months 24 25 of operation, 7.25% during its second 12 months of operation, and 6.75% thereafter. 26

(C) There is hereby created the Horse Racing 27 Tax Allocation Fund which shall remain in existence until 28 29 December 31, 1999. Moneys remaining in the Fund after 30 December 31, 1999 shall be paid into the General Revenue Fund. Until January 1, 2000, all monies paid into the 31 Racing Tax Allocation Fund pursuant to 32 Horse this paragraph (11) by inter-track wagering location licensees 33 located in park districts of 500,000 population or less, 34

or in a municipality that is not included within any park district but is included within a conservation district and is the county seat of a county that (i) is contiguous to the state of Indiana and (ii) has a 1990 population of 88,257 according to the United States Bureau of the Census, and operating on May 1, 1994 shall be allocated by appropriation as follows:

8 Two-sevenths to the Department of Agriculture. 9 Fifty percent of this two-sevenths shall be used to promote the Illinois horse racing and breeding 10 11 industry, and shall be distributed by the Department 12 of Agriculture upon the advice of a 9-member 13 committee appointed by the Governor consisting of the following members: the Director of Agriculture, 14 15 who shall serve as chairman; 2 representatives of 16 organization licensees conducting thoroughbred race this State, recommended by those 17 meetings in representatives of organization licensees; 2 18 licensees conducting standardbred race meetings in 19 State, recommended by those licensees; a 20 this 21 representative of the Illinois Thoroughbred Breeders 22 and Owners Foundation, recommended by that Foundation; a representative Illinois 23 of the 24 Standardbred Owners and Breeders Association, 25 recommended by that Association; a representative of the Horsemen's Benevolent and Protective Association 26 or any successor organization thereto established in 27 Illinois comprised of the largest number of owners 28 29 and trainers, recommended by that Association or 30 that successor organization; and a representative of 31 the Illinois Harness Horsemen's Association, recommended by that Association. Committee members 32 shall serve for terms of 2 years, commencing January 33 34 1 of each even-numbered year. If a representative

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1 of any of the above-named entities has not been recommended by January 1 of any even-numbered year, 2 the Governor shall appoint a committee member to 3 4 fill that position. Committee members shall receive no compensation for their services as members but 5 shall be reimbursed for all actual and necessary 6 7 and disbursements expenses incurred in the performance of their official duties. The remaining 8 9 50% of this two-sevenths shall be distributed to county fairs for premiums and rehabilitation as set 10 11 forth in the Agricultural Fair Act;

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

1 population of 9,302 according to the United States Bureau of the Census); provided that the monies are 2 distributed to each park district or conservation 3 4 district or municipality that does not have a park district in an amount equal to four-sevenths of the 5 amount collected by each inter-track wagering 6 7 licensee within the park district or location 8 conservation district or municipality for the Fund. 9 Monies that were paid into the Horse Racing Tax Allocation Fund before the effective date of this 10 11 amendatory Act of 1991 by an inter-track wagering location licensee located in a municipality that is 12 13 not included within any park district but is included within a conservation district as provided 14 15 in this paragraph shall, as soon as practicable 16 after the effective date of this amendatory Act of 1991, be allocated and paid to that conservation 17 district as provided in this paragraph. Any park 18 district or municipality not maintaining a museum 19 may deposit the monies in the corporate fund of the 20 21 park district or municipality where the inter-track 22 wagering location is located, to be used for general purposes; and 23

One-seventh to the Agricultural Premium Fund to 24 25 be used for distribution to agricultural home economics extension councils in accordance with "An 26 27 Act in relation to additional support and finances for the Agricultural and Home Economic Extension 28 Councils in the several counties of this State and 29 making an appropriation therefor", approved July 24, 30 1967. 31

32 Until January 1, 2000, all other monies paid into 33 the Horse Racing Tax Allocation Fund pursuant to this 34 paragraph (11) shall be allocated by appropriation as -24-

follows:

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

expenses and disbursements incurred in the performance of their official duties. The remaining 50% of this two-sevenths shall be distributed to county fairs for premiums and rehabilitation as set forth in the Agricultural Fair Act;

Four-sevenths to museums and aquariums located 6 in park districts of over 500,000 7 population; 8 provided that the monies are distributed in 9 accordance with the previous year's distribution of the maintenance tax for such museums and aquariums 10 11 as provided in Section 2 of the Park District 12 Aquarium and Museum Act; and

One-seventh to the Agricultural Premium Fund to 13 used for distribution to agricultural home 14 be economics extension councils in accordance with "An 15 16 Act in relation to additional support and finances for the Agricultural and Home Economic Extension 17 Councils in the several counties of this State and 18 19 making an appropriation therefor", approved July 24, 1967. This subparagraph (C) shall be inoperative and 20 21 of no force and effect on and after January 1, 2000.

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

26 (i) If the inter-track wagering licensee, except an intertrack wagering licensee that 27 derives its license from 28 an organization 29 licensee located in a county with a population 30 in excess of 230,000 and bounded by the Mississippi River, is not conducting its own 31 32 race meeting during the same dates, then the entire purse allocation shall be to purses at 33 34 the track where the races wagered on are being

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conducted.

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2 (ii) If the inter-track wagering licensee, except an intertrack wagering 3 licensee that derives its license from an 4 5 organization licensee located in a county with a population in excess of 230,000 and bounded 6 7 by the Mississippi River, is also conducting 8 its own race meeting during the same dates, 9 then the purse allocation shall be as follows: 50% to purses at the track where the races 10 11 wagered on are being conducted; 50% to purses at the track where the inter-track wagering 12 licensee is accepting such wagers. 13

(iii) If the inter-track wagering is 14 being conducted by an inter-track wagering 15 16 location licensee, except an intertrack wagering location licensee that derives its 17 license from an organization licensee located 18 in a county with a population in excess of 19 230,000 and bounded by the Mississippi River, 20 21 the entire purse allocation for Illinois races 22 shall be to purses at the track where the race 23 meeting being wagered on is being held.

24 (12) The Board shall have all powers necessary and 25 proper to fully supervise and control the conduct of 26 inter-track wagering and simulcast wagering by 27 inter-track wagering licensees and inter-track wagering 28 location licensees, including, but not limited to the 29 following:

30 (A) The Board is vested with power to
31 promulgate reasonable rules and regulations for the
32 purpose of administering the conduct of this
33 wagering and to prescribe reasonable rules,
34 regulations and conditions under which such wagering

shall be held and conducted. Such rules and
 regulations are to provide for the prevention of
 practices detrimental to the public interest and for
 the best interests of said wagering and to impose
 penalties for violations thereof.

6 (B) The Board, and any person or persons to 7 whom it delegates this power, is vested with the 8 power to enter the facilities of any licensee to 9 determine whether there has been compliance with the 10 provisions of this Act and the rules and regulations 11 relating to the conduct of such wagering.

(C) The Board, and any person or persons to 12 whom it delegates this power, may eject or exclude 13 from any licensee's facilities, any person whose 14 15 conduct or reputation is such that his presence on 16 such premises may, in the opinion of the Board, call into the question the honesty and integrity of, or 17 interfere with the orderly conduct of such wagering; 18 provided, however, that no person shall be excluded 19 or ejected from such premises solely on the grounds 20 21 of race, color, creed, national origin, ancestry, or 22 sex.

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(D) (Blank).

24 (E) The Board is vested with the power to 25 appoint delegates to execute any of the powers 26 granted to it under this Section for the purpose of 27 administering this wagering and any rules and 28 regulations promulgated in accordance with this Act.

29 (F) The Board shall name and appoint a State 30 director of this wagering who shall be a representative of the Board and whose duty it shall 31 be to supervise the conduct of inter-track wagering 32 as may be provided for by the rules and regulations 33 34 the Board; such rules and regulation shall of

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1 2 specify the method of appointment and the Director's powers, authority and duties.

(G) The Board is vested with the power to 3 4 impose civil penalties of up to \$5,000 against individuals and up to \$10,000 against licensees for 5 each violation of any provision of this Act relating 6 7 to the conduct of this wagering, any rules adopted by the Board, any order of the Board or any other 8 9 action which in the Board's discretion, is а detriment or impediment to such wagering. 10

11 (13) The Department of Agriculture may enter into 12 agreements with licensees authorizing such licensees to conduct inter-track wagering on races to be held at the 13 licensed race meetings conducted by the Department of 14 15 Agriculture. Such agreement shall specify the races of 16 the Department of Agriculture's licensed race meeting upon which the licensees will conduct wagering. 17 In the event that a licensee conducts inter-track pari-mutuel 18 19 wagering on races from the Illinois State Fair or DuQuoin 20 State Fair which are in addition to the licensee's 21 previously approved racing program, those races shall be 22 considered a separate racing day for the purpose of 23 determining the daily handle and computing the privilege or pari-mutuel tax on that daily handle as provided in 24 25 Sections 27 and 27.1. Such agreements shall be approved by the Board before such wagering may be conducted. 26 In determining whether to grant approval, the Board shall 27 give due consideration to the best interests of the 28 29 public and of horse racing. The provisions of paragraphs 30 (1), (8), (8.1), and (8.2) of subsection (h) of this Section which are not specified in this paragraph (13) 31 shall not apply to licensed race meetings conducted by 32 the Department of Agriculture at the Illinois State Fair 33 in Sangamon County or the DuQuoin State Fair in Perry 34

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2 meetings.
3 (i) Notwithstanding the other provisions of this Act,
4 the conduct of wagering at wagering facilities is authorized
5 on all days, except as limited by subsection (b) of Section
6 19 of this Act.

7 (Source: P.A. 91-40, eff. 6-25-99.)

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8 Section 99. Effective date. This Act takes effect upon9 becoming law.".