1 AN ACT concerning gaming.

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

- Section 5. The Illinois Horse Racing Act of 1975 is amended by changing Sections 9, 15.1, 18, and 28 as follows:
- 6 (230 ILCS 5/9) (from Ch. 8, par. 37-9)
- Sec. 9. The Board shall have all powers necessary and proper to fully and effectively execute the provisions of this Act, including, but not limited to, the following:
- (a) The Board is vested with jurisdiction and supervision 10 over all race meetings in this State, over all licensees doing 11 business in this State, over all occupation licensees, and over 12 13 all persons on the facilities of any licensee. 14 jurisdiction shall include the power to issue licenses to the Illinois Department of Agriculture authorizing the pari-mutuel 15 16 system of wagering on harness and Quarter Horse races held (1) 17 at the Illinois State Fair in Sangamon County, and (2) at the DuQuoin State Fair in Perry County. The jurisdiction of the 18 19 Board shall also include the power to issue licenses to county 20 fairs which are eligible to receive funds pursuant to the 21 Agricultural Fair Act, as now or hereafter amended, or their 22 agents, authorizing the pari-mutuel system of wagering on horse races conducted at the county fairs receiving such licenses. 23

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Such licenses shall be governed by subsection (n) of this 1 2 Section.

Upon application, the Board shall issue a license to the Illinois Department of Agriculture to conduct harness and Quarter Horse races at the Illinois State Fair and at the DuQuoin State Fairgrounds during the scheduled dates of each fair. The Board shall not require and the Department of Agriculture shall be exempt from the requirements of Sections 15.3, 18 and 19, paragraphs (a)(2), (b), (c), (d), (e), (e-5), (e-10), (f), (q), and (h) of Section 20, and Sections 21, 24 and 25. The Board and the Department of Agriculture may extend any or all of these exemptions to any contractor or agent engaged by the Department of Agriculture to conduct its race meetings when the Board determines that this would best serve the public interest and the interest of horse racing.

Notwithstanding any provision of law to the contrary, it shall be lawful for any licensee to operate pari-mutuel wagering or contract with the Department of Agriculture to operate pari-mutuel wagering at the DuQuoin State Fairgrounds or for the Department to enter into contracts with a licensee, employ its owners, employees or agents and employ such other occupation licensees as the Department deems necessary in connection with race meetings and wagerings.

(b) The Board is vested with the full power to promulgate rules and regulations for reasonable the purpose administering the provisions of this Act and to prescribe

- reasonable rules, regulations and conditions under which all horse race meetings or wagering in the State shall be conducted. Such reasonable rules and regulations are to provide for the prevention of practices detrimental to the public interest and to promote the best interests of horse racing and to impose penalties for violations thereof.
 - (c) The Board, and any person or persons to whom it delegates this power, is vested with the power to enter the facilities and other places of business of any licensee to determine whether there has been compliance with the provisions of this Act and its rules and regulations.
 - (d) The Board, and any person or persons to whom it delegates this power, is vested with the authority to investigate alleged violations of the provisions of this Act, its reasonable rules and regulations, orders and final decisions; the Board shall take appropriate disciplinary action against any licensee or occupation licensee for violation thereof or institute appropriate legal action for the enforcement thereof.
 - (e) The Board, and any person or persons to whom it delegates this power, may eject or exclude from any race meeting or the facilities of any licensee, or any part thereof, any occupation licensee or any other individual whose conduct or reputation is such that his presence on those facilities may, in the opinion of the Board, call into question the honesty and integrity of horse racing or wagering or interfere

- with the orderly conduct of horse racing or wagering; provided, however, that no person shall be excluded or ejected from the facilities of any licensee solely on the grounds of race, color, creed, national origin, ancestry, or sex. The power to eject or exclude an occupation licensee or other individual may be exercised for just cause by the licensee or the Board, subject to subsequent hearing by the Board as to the propriety of said exclusion.
 - (f) The Board is vested with the power to acquire, establish, maintain and operate (or provide by contract to maintain and operate) testing laboratories and related facilities, for the purpose of conducting saliva, blood, urine and other tests on the horses run or to be run in any horse race meeting and to purchase all equipment and supplies deemed necessary or desirable in connection with any such testing laboratories and related facilities and all such tests.
 - (g) The Board may require that the records, including financial or other statements of any licensee or any person affiliated with the licensee who is involved directly or indirectly in the activities of any licensee as regulated under this Act to the extent that those financial or other statements relate to such activities be kept in such manner as prescribed by the Board, and that Board employees shall have access to those records during reasonable business hours. Within 120 days of the end of its fiscal year, each licensee shall transmit to the Board an audit of the financial transactions and condition

the licensee's total operations. All audits shall be

2 conducted by certified public accountants. Each certified

public accountant must be registered in the State of Illinois

under the Illinois Public Accounting Act. The compensation for

each certified public accountant shall be paid directly by the

licensee to the certified public accountant. A licensee shall

also submit any other financial or related information the

8 Board deems necessary to effectively administer this Act and

all rules, regulations, and final decisions promulgated under

10 this Act.

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(h) The Board shall name and appoint in the manner provided by the rules and regulations of the Board: an Executive Director; a State director of mutuels; State veterinarians and representatives to take saliva, blood, urine and other tests on horses; licensing personnel; revenue inspectors; and State seasonal employees (excluding admission ticket sellers and mutuel clerks). All of those named and appointed as provided in this subsection shall serve during the pleasure of the Board; their compensation shall be determined by the Board and be paid

in the same manner as other employees of the Board under this

22 (i) The Board shall require that there shall be 3 stewards 23 at each horse race meeting, at least 2 of whom shall be named 24 and appointed by the Board. Stewards appointed or approved by 25 the Board, while performing duties required by this Act or by 26 the Board, shall be entitled to the same rights and immunities

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- as granted to Board members and Board employees in Section 10 1 2 of this Act.
 - (j) The Board may discharge any Board employee who fails or refuses for any reason to comply with the rules and regulations of the Board, or who, in the opinion of the Board, is quilty of fraud, dishonesty or who is proven to be incompetent. The Board shall have no right or power to determine who shall be officers, directors or employees of any licensee, or their salaries except the Board may, by rule, require that all or any officials or employees in charge of or whose duties relate to the actual running of races be approved by the Board.
 - (k) 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 Act and any rules or regulations promulgated in accordance with this Act.
 - (1) The Board is vested with the power to impose civil penalties of up to \$5,000 against an individual and up to \$10,000 against a licensee for each violation of any provision of this Act, 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 horse racing or wagering. All such civil penalties shall be deposited into the Horse Racing Fund.
 - (m) The Board is vested with the power to prescribe a form to be used by licensees as an application for employment for employees of each licensee.
 - (n) The Board shall have the power to issue a license to

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their agents.

- (o) Whenever the Board is authorized or required by law to consider some aspect of criminal history record information for the purpose of carrying out its statutory powers and responsibilities, then, upon request and payment of fees in conformance with the requirements of Section 2605-400 of the Department of State Police Law (20 ILCS 2605/2605-400), the Department of State Police is authorized to furnish, pursuant to positive identification, such information contained in State files as is necessary to fulfill the request.
 - (p) To insure the convenience, comfort, and wagering

- accessibility of race track patrons, to provide for the 1
- 2 maximization of State revenue, and to generate increases in
- 3 purse allotments to the horsemen, the Board shall require any
- licensee to staff the pari-mutuel department with adequate 4
- 5 personnel.
- (Source: P.A. 91-239, eff. 1-1-00.) 6
- 7 (230 ILCS 5/15.1) (from Ch. 8, par. 37-15.1)
- 8 Sec. 15.1. Upon collection of the fee accompanying the
- 9 application for an occupation license, the Board shall be
- 10 authorized to make daily temporary deposits of the fees, for a
- 11 period not to exceed 7 days, with the horsemen's bookkeeper at
- 12 a race meeting. The horsemen's bookkeeper shall issue a check,
- 13 payable to the order of the Illinois Racing Board, for monies
- 14 deposited under this Section within 24 hours of receipt of the
- 15 monies. Provided however, upon the issuance of the check by the
- 16 horsemen's bookkeeper the check shall be deposited into the
- Horse Racing Fund in the State Treasury in accordance with the 17
- 18 provisions of the "State Officers and Employees Money
- Disposition Act", approved June 9, 1911, as amended. 19
- (Source: P.A. 84-432.) 20
- 21 (230 ILCS 5/18) (from Ch. 8, par. 37-18)
- Sec. 18. (a) Together with its application, each applicant 22
- 23 for racing dates shall deliver to the Board a certified check
- 24 or bank draft payable to the order of the Board for \$1,000. In

- 1 the event the applicant applies for racing dates in 2 or 3
- 2 successive calendar years as provided in subsection (b) of
- 3 Section 21, the fee shall be \$2,000. Filing fees shall not be
- 4 refunded in the event the application is denied. All filing
- 5 fees shall be deposited into the Horse Racing Fund.
- 6 (b) In addition to the filing fee of \$1000 and the fees
- 7 provided in subsection (j) of Section 20, each organization
- 8 licensee shall pay a license fee of \$100 for each racing
- 9 program on which its daily pari-mutuel handle is \$400,000 or
- more but less than \$700,000, and a license fee of \$200 for each
- 11 racing program on which its daily pari-mutuel handle is
- \$700,000 or more. The additional fees required to be paid under
- this Section by this amendatory Act of 1982 shall be remitted
- 14 by the organization licensee to the Illinois Racing Board with
- 15 each day's graduated privilege tax or pari-mutuel tax and
- breakage as provided under Section 27.
- 17 (c) Sections 11-42-1, 11-42-5, and 11-54-1 of the "Illinois
- Municipal Code," approved May 29, 1961, as now or hereafter
- 19 amended, shall not apply to any license under this Act.
- 20 (Source: P.A. 91-40, eff. 6-25-99.)
- 21 (230 ILCS 5/28) (from Ch. 8, par. 37-28)
- Sec. 28. Except as provided in subsection (g) of Section 27
- of this Act, moneys collected shall be distributed according to
- the provisions of this Section 28.
- 25 (a) Thirty per cent of the total of all monies received by

- 1 the State as privilege taxes shall be paid into the
- 2 Metropolitan Exposition Auditorium and Office Building Fund in
- 3 the State Treasury.
- 4 (b) In addition, 4.5% of the total of all monies received
- 5 by the State as privilege taxes shall be paid into the State
- 6 treasury into a special Fund to be known as the Metropolitan
- 7 Exposition, Auditorium, and Office Building Fund.
- 8 (c) Fifty per cent of the total of all monies received by
- 9 the State as privilege taxes under the provisions of this Act
- shall be paid into the Agricultural Premium Fund.
- 11 (d) Seven per cent of the total of all monies received by
- 12 the State as privilege taxes shall be paid into the Fair and
- Exposition Fund in the State treasury; provided, however, that
- when all bonds issued prior to July 1, 1984 by the Metropolitan
- 15 Fair and Exposition Authority shall have been paid or payment
- 16 shall have been provided for upon a refunding of those bonds,
- thereafter 1/12 of \$1,665,662 of such monies shall be paid each
- 18 month into the Build Illinois Fund, and the remainder into the
- 19 Fair and Exposition Fund. All excess monies shall be allocated
- 20 to the Department of Agriculture for distribution to county
- 21 fairs for premiums and rehabilitation as set forth in the
- 22 Agricultural Fair Act.
- 23 (e) The monies provided for in Section 30 shall be paid
- into the Illinois Thoroughbred Breeders Fund.
- 25 (f) The monies provided for in Section 31 shall be paid
- into the Illinois Standardbred Breeders Fund.

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- (q) Until January 1, 2000, that part representing 1/2 of 1 2 the total breakage in Thoroughbred, Harness, Appaloosa, Arabian, and Quarter Horse racing in the State shall be paid 3 into the Illinois Race Track Improvement Fund as established in 5 Section 32.
 - (h) All other monies received by the Board under this Act shall be paid into the Horse Racing Fund General Revenue Fund of the State.
 - (i) The salaries of the Board members, secretary, stewards, directors of mutuels, veterinarians, representatives, accountants, clerks, stenographers, inspectors and other employees of the Board, and all expenses of the Board incident to the administration of this Act, including, but not limited to, all expenses and salaries incident to the taking of saliva and urine samples in accordance with the rules and regulations of the Board shall be paid out of the Agricultural Premium Fund.
 - (j) The Agricultural Premium Fund shall also be used:
 - (1) for the expenses of operating the Illinois State Fair and the DuQuoin State Fair, including the payment of prize money or premiums;
 - (2) for the distribution to county fairs, vocational agriculture section fairs, agricultural societies, agricultural extension clubs in accordance with the Agricultural Fair Act, as amended;
 - (3) for payment of prize monies and premiums awarded

- and for expenses incurred in connection with the International Livestock Exposition and the Mid-Continent Livestock Exposition held in Illinois, which premiums, and awards must be approved, and paid by the Illinois Department of Agriculture;
- (4) for personal service of county agricultural advisors and county home advisors;
- (5) for distribution to agricultural home economic extension councils in accordance with "An Act in relation to additional support and finance for the Agricultural and Home Economic Extension Councils in the several counties in this State and making an appropriation therefor", approved July 24, 1967, as amended;
- (6) for research on equine disease, including a development center therefor;
- (7) for training scholarships for study on equine diseases to students at the University of Illinois College of Veterinary Medicine;
- (8) for the rehabilitation, repair and maintenance of the Illinois and DuQuoin State Fair Grounds and the structures and facilities thereon and the construction of permanent improvements on such Fair Grounds, including such structures, facilities and property located on such State Fair Grounds which are under the custody and control of the Department of Agriculture;
 - (9) for the expenses of the Department of Agriculture

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- under Section 5-530 of the Departments of State Government 1 2 Law (20 ILCS 5/5-530);
 - (10) for the expenses of the Department of Commerce and Economic Opportunity under Sections 605-620, 605-625, and 605-630 of the Department of Commerce and Economic Opportunity Law (20 ILCS 605/605-620, 605/605-625, and 605/605-630);
 - (11) for remodeling, expanding, and reconstructing facilities destroyed by fire of any Fair and Exposition Authority in counties with a population of 1,000,000 or more inhabitants;
 - (12) for the purpose of assisting in the care and general rehabilitation of disabled veterans of any war and their surviving spouses and orphans;
 - (13) for expenses of the Department of State Police for duties performed under this Act;
 - (14) for the Department of Agriculture for soil surveys and soil and water conservation purposes;
 - (15) for the Department of Agriculture for grants to the City of Chicago for conducting the Chicagofest;
 - (16) for the State Comptroller for grants and operating expenses authorized by the Illinois Global Partnership Act.
 - (k) To the extent that monies paid by the Board to the Agricultural Premium Fund are in the opinion of the Governor in excess of the amount necessary for the purposes herein stated,

- the Governor shall notify the Comptroller and the State 1
- 2 Treasurer of such fact, who, upon receipt of such notification,
- 3 shall transfer such excess monies from the Agricultural Premium
- Fund to the General Revenue Fund.
- (Source: P.A. 94-91, Sections 55-135 and 90-10, eff. 7-1-05.) 5
- 6 Section 99. Effective date. This Act takes effect upon
- 7 becoming law.