

Rep. Daniel Didech

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1	AMENDMENT TO SENATE BILL 327
2	AMENDMENT NO Amend Senate Bill 327 by replacing
3	everything after the enacting clause with the following:
4	"Section 1. Short title. This Act may be cited as the
5	Family Amusement Wagering Prohibition Act.
6	Section 5. Definitions. As used in this Act:
7	"Advertise" means to engage in promotional activities,
8	including, but not limited to, newspaper, radio, Internet and
9	electronic media, and television advertising, the distribution
10	of fliers and circulars, billboard advertising, and the
11	display of window and interior signs.
12	"Amusement device" means a game or machine which a person
13	activates by inserting or using currency or a coin, card,
14	coupon, slug, token, or similar device, and the person playing
15	or operating the game or machine impacts the outcome of the
16	game. "Amusement device" includes games of skill, games of

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chance, and games of a combination of skill and chance.
 "Amusement device" does not include a device certified by the
 Illinois Gaming Board to be operated by an Illinois Gaming
 Board licensee.

5 "Crane game" means an amusement device involving skill, if 6 it rewards the player exclusively with merchandise contained 7 within the amusement device proper and limited to toys, 8 novelties, and prizes other than currency, each having a 9 wholesale value which is not more than \$25.

10 "Facilitate" means the aiding, abetting, assisting, 11 inciting, or inducing the wagering on the outcome of any game 12 or contest on any amusement devices by any person.

13 "Family amusement establishment" means a place of business14 with amusement devices on the premises.

"Merchandise" means noncash prizes maintained on the premises by the family amusement establishment, including toys and novelties. "Merchandise" does not include any prize or other item, if the exchange or conversion to cash or a cash equivalent is facilitated or permitted by the family amusement establishment.

21 "Redemption machine" means a single-player or multi-player
22 amusement device involving a game, the object of which is
23 throwing, rolling, bowling, shooting, placing, or propelling a
24 ball or other object that is either physical or computer
25 generated on a display or with lights into, upon, or against a
26 hole or other target that is either physical or computer

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1 generated on a display or with lights, or stopping, by 2 physical, mechanical, or electronic means, a moving object 3 that is either physical or computer generated on a display or 4 with lights into, upon, or against a hole or other target that 5 is either physical or computer generated on a display or with 6 lights, if all of the following conditions are met:

7 (1) The outcome of the game is predominantly8 determined by the skill of the player.

9 (2) The award of the prize is based solely upon the 10 player's achieving the object of the game or otherwise 11 upon the player's score.

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(3) Only merchandise prizes are awarded.

13 (4) The wholesale value of prizes awarded in lieu of
14 tickets or tokens for single play of the device does not
15 exceed \$25.

16 (5) The redemption value of tickets, tokens, and other
17 representations of value, which may be accumulated by
18 players to redeem prizes of greater value, for a single
19 play of the device does not exceed \$25.

20 "Wager" means a sum of money or thing of value risked on an 21 uncertain outcome.

22 Section 10. Wagering facilitation prohibited. No owner or 23 operator of a family amusement establishment shall facilitate 24 wagering on amusement devices. Facilitating wagering on 25 amusement devices includes, but is not limited to, taking any 10300SB0327ham001

action that knowingly allows any entity to facilitate wagering
 on amusement devices on the family amusement establishment's
 premises.

Section 15. Wagering advertising prohibited. No owner or
operator of a family amusement establishment shall engage in
advertising that promotes wagering on amusement devices.

Section 20. Exemptions. Nothing in this Act shall prohibit
a family amusement establishment from offering:

9 (1) a coin-in-the-slot operated mechanical device 10 played for amusement which rewards the player with the 11 right to replay such mechanical device, which device is so 12 constructed or devised as to make such result of the 13 operation thereof depend in part upon the skill of the 14 player and which returns to the player thereof no money, 15 property, or right to receive money or property;

16 (2) a vending machine by which full and adequate
17 return is made for the money invested and in which there is
18 no element of chance or hazard;

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(3) a crane game;

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(4) a redemption machine; or

(5) a bona fide game or contest where the participants pay a fixed entry fee to enter and engage in a game or contest at a scheduled date and time that predominantly involves skill, speed, accuracy, strength, or endurance of 10300SB0327ham001 -5- LRB103 05799 LNS 73874 a

1 the persons entering and participating in the game or 2 contest and one or more of the participants may win a 3 prize, award, or compensation to be paid from the entry 4 fees collected to the actual contestants in the game or 5 contest.

Section 25. The Substance Use Disorder Act is amended by
changing Sections 1-5, 1-10, 5-5, 5-10, 5-20, 10-10, 10-15,
15-5, 15-10, 20-5, 25-5, 25-10, 30-5, 35-5, 35-10, 50-40,
55-30, and 55-40 as follows:

10 (20 ILCS 301/1-5)

11 Sec. 1-5. Legislative declaration. Substance use and 12 gambling disorders, as defined in this Act, constitute a 13 serious public health problem. The effects on public safety 14 and the criminal justice system cause serious social and economic losses, as well as great human suffering. It is 15 imperative that a comprehensive and coordinated strategy be 16 developed under the leadership of a State agency. This 17 18 strategy should be implemented through the facilities of federal and local government and community-based agencies 19 20 (which may be public or private, volunteer, or professional). 21 Through local prevention, early intervention, treatment, and 22 other recovery support services, this strategy should empower 23 those struggling with these substance use disorders (and, when 24 appropriate, the families of those persons) to lead healthy

1 lives.

The human, social, and economic benefits of preventing <u>these</u> substance use disorders are great, and it is imperative that there be interagency cooperation in the planning and delivery of prevention, early intervention, treatment, and other recovery support services in Illinois.

7 The provisions of this Act shall be liberally construed to 8 enable the Department to carry out these objectives and 9 purposes.

10 (Source: P.A. 100-759, eff. 1-1-19.)

11 (20 ILCS 301/1-10)

Sec. 1-10. Definitions. As used in this Act, unless the context clearly indicates otherwise, the following words and terms have the following meanings:

15 "Case management" means a coordinated approach to the delivery of health and medical treatment, substance use 16 17 disorder treatment, gambling disorder treatment, mental health 18 treatment, and social services, linking patients with 19 appropriate services to address specific needs and achieve 20 stated goals. In general, case management assists patients 21 with other disorders and conditions that require multiple 22 services over extended periods of time and who face difficulty in gaining access to those services. 23

24 "Crime of violence" means any of the following crimes:25 murder, voluntary manslaughter, criminal sexual assault,

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aggravated criminal sexual assault, predatory criminal sexual assault of a child, armed robbery, robbery, arson, kidnapping, aggravated battery, aggravated arson, or any other felony that involves the use or threat of physical force or violence against another individual.

6 "Department" means the Department of Human Services.

7 "DUI" means driving under the influence of alcohol or 8 other drugs.

9 "Designated program" means a category of service 10 authorized by an intervention license issued by the Department 11 for delivery of all services as described in Article 40 in this 12 Act.

"Early intervention" means services, authorized by a 13 14 treatment license, that are sub-clinical and pre-diagnostic 15 and that are designed to screen, identify, and address risk 16 factors that may be related to problems associated with <u>a</u> substance use or gambling disorder substance use disorders and 17 to assist individuals in recognizing harmful consequences. 18 Early intervention services facilitate emotional and social 19 20 stability and involve involves referrals for treatment, as needed. 21

22 "Facility" means the building or premises are used for the 23 provision of licensable services, including support services, 24 as set forth by rule.

25 <u>"Gambling" means the risking of money or other items of</u>
26 <u>value in games of chance, including video gaming, sports</u>

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betting, and other games of chance. 1 "Gambling disorder" means persistent and recurrent 2 3 problematic gambling behavior leading to clinically 4 significant impairment or distress. recurring maladaptive 5 gambling behavior that disrupts personal, family, or 6 vocational pursuits. "Gaming" means the action or practice of playing video 7 8 games. 9 "Holds itself out" means any activity that would lead one 10 to reasonably conclude that the individual or entity provides 11 or intends to provide licensable substance-related disorder

intervention or treatment services. Such activities include,

but are not limited to, advertisements, notices, statements,

or contractual arrangements with managed care organizations,

private health insurance, or employee assistance programs to

provide services that require a license as specified in

17 Article 15. "Informed consent" means legally valid written consent, 18 given by a client, patient, or legal guardian, that authorizes 19 20 intervention or treatment services from а licensed 21 organization and that documents agreement to participate in 22 those services and knowledge of the consequences of withdrawal 23 from such services. Informed consent also acknowledges the 24 client's or patient's right to a conflict-free choice of 25 services from any licensed organization and the potential risks and benefits of selected services. 26

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I "Intoxicated person" means a person whose mental or physical functioning is substantially impaired as a result of the current effects of alcohol or other drugs within the body.

"Medication assisted treatment" means the prescription of 4 5 medications that are approved by the U.S. Food and Drug Administration and the Center for Substance Abuse Treatment to 6 assist with treatment for a substance use disorder and to 7 8 support recovery for individuals receiving services in a 9 facility licensed by the Department. "Medication assisted 10 treatment" includes opioid treatment services as authorized by 11 a Department license.

"Off-site services" means licensable services are conducted at a location separate from the licensed location of the provider, and services are operated by an entity licensed under this Act and approved in advance by the Department.

16 "Person" means any individual, firm, group, association, 17 partnership, corporation, trust, government<u>,</u> or governmental 18 subdivision or agency.

"Prevention" means an interactive process of individuals, 19 20 families, schools, religious organizations, communities, and 21 regional, State, state and national organizations whose goals 22 are to reduce the prevalence of substance use or gambling 23 disorders, prevent the use of illegal drugs and the abuse of 24 legal drugs by persons of all ages, prevent the use of alcohol 25 by minors, reduce the severity of harm in gambling by persons 26 of all ages, build the capacities of individuals and systems,

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1 and promote healthy environments, lifestyles, and behaviors.

2 "Recovery" means a process of change through which 3 individuals improve their health and wellness, live a 4 self-directed life, and reach their full potential.

5 "Recovery support" means services designed to support 6 individual recovery from a substance use <u>or gambling</u> disorder 7 that may be delivered pre-treatment, during treatment, or post 8 treatment. These services may be delivered in a wide variety 9 of settings for the purpose of supporting the individual in 10 meeting his or her recovery support goals.

11 "Secretary" means the Secretary of the Department of Human12 Services or his or her designee.

"Substance use disorder" means a spectrum of persistent and recurring problematic behavior that encompasses 10 separate classes of drugs: alcohol; caffeine; cannabis; hallucinogens; inhalants; opioids; sedatives, hypnotics, and anxiolytics; stimulants; and tobacco; and other unknown substances leading to clinically significant impairment or distress.

20 "Treatment" means the broad range of emergency, 21 outpatient, and residential care (including assessment, 22 diagnosis, case management, treatment, and recovery support 23 planning) may be extended to individuals with substance use 24 disorders or to the families of those persons.

25 "Withdrawal management" means services designed to manage 26 intoxication or withdrawal episodes (previously referred to as 10300SB0327ham001 -11- LRB103 05799 LNS 73874 a

1 detoxification), interrupt the momentum of habitual, compulsive substance use and begin the initial engagement in 2 3 medically necessary substance use disorder treatment. 4 Withdrawal management allows patients to safely withdraw from 5 substances in a controlled medically-structured environment. (Source: P.A. 100-759, eff. 1-1-19.) 6

7 (20 ILCS 301/5-5)

8 Sec. 5-5. Successor department; home rule.

9 (a) The Department of Human Services, as successor to the 10 Department of Alcoholism and Substance Abuse, shall assume the 11 various rights, powers, duties, and functions provided for in 12 this Act.

(b) It is declared to be the public policy of this State, 13 14 pursuant to paragraphs (h) and (i) of Section 6 of Article VII 15 of the Illinois Constitution of 1970, that the powers and functions set forth in this Act and expressly delegated to the 16 17 Department are exclusive State powers and functions. Nothing herein prohibits the exercise of any power or the performance 18 19 of any function, including the power to regulate, for the 20 protection of the public health, safety, morals, and welfare, 21 by any unit of local government, other than the powers and 22 functions set forth in this Act and expressly delegated to the Department to be exclusive State powers and functions. 23

(c) The Department shall, through accountable and
 efficient leadership, example, and commitment to excellence,

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strive to reduce the incidence of substance use or gambling 1 2 disorders by: (1) Fostering public understanding of substance use 3 disorders and how they affect individuals, families, and 4 communities. 5 (2) Promoting healthy lifestyles. 6 (3) Promoting understanding and support for sound 7 8 public policies. (4) Ensuring quality prevention, early intervention, 9 10 treatment, and other recovery support services that are accessible and responsive to the diverse needs of 11

12 individuals, families, and communities.

13 (Source: P.A. 100-759, eff. 1-1-19.)

14 (20 ILCS 301/5-10)

15 Sec. 5-10. Functions of the Department.

16 (a) In addition to the powers, duties, and functions
17 vested in the Department by this Act, or by other laws of this
18 State, the Department shall carry out the following
19 activities:

20 (1) Design, coordinate, and fund comprehensive 21 community-based and culturally and gender-appropriate 22 services throughout the State. These services must include 23 prevention, early intervention, treatment, and other 24 recovery support services for substance use disorders that 25 are accessible and address the needs of at-risk 1

individuals and their families.

2 (2) Act as the exclusive State agency to accept, 3 receive, and expend, pursuant to appropriation, any public 4 or private monies, grants, or services, including those 5 received from the federal government or from other State 6 agencies, for the purpose of providing prevention, early 7 intervention, treatment, and other recovery support 8 services for substance use <u>or gambling</u> disorders.

9 (2.5) In partnership with the Department of Healthcare 10 and Family Services, act as one of the principal State 11 agencies for the sole purpose of calculating the 12 maintenance of effort requirement under Section 1930 of 13 Title XIX, Part B, Subpart II of the Public Health Service 14 Act (42 U.S.C. 300x-30) and the Interim Final Rule (45 CFR 15 96.134).

16 Coordinate a statewide strategy for (3)the 17 prevention, early intervention, treatment, and recovery support of substance use or gambling disorders. This 18 19 strategy shall include the development of a comprehensive 20 plan, submitted annually with the application for federal 21 substance use disorder block grant funding, for the 22 provision of an array of such services. The plan shall be 23 based on local community-based needs and upon data, 24 including, but not limited to, that which defines the 25 prevalence of and costs associated with these substance 26 use disorders. This comprehensive plan shall include

1 identification of problems, needs, priorities, services, and other pertinent information, including the needs of 2 marginalized communities minorities and other specific 3 priority populations in the State, and shall describe how 4 5 the identified problems and needs will be addressed. For purposes of this paragraph, the term 6 "marginalized communities minorities and other 7 specific priority 8 populations" may include, but shall not be limited to, 9 groups such as women, children, persons who use 10 intravenous drugs intravenous drug users, persons with 11 AIDS or who are HIV infected, veterans, African-Americans, Puerto Ricans, Hispanics, Asian Americans, the elderly, 12 persons in the criminal justice system, persons who are 13 14 clients of services provided by other State agencies, 15 persons with disabilities, and such other specific 16 populations as the Department may from time to time identify. In developing the plan, the Department shall 17 seek input from providers, parent groups, associations, 18 and interested citizens. 19

20 The plan developed under this Section shall include an 21 explanation of the rationale to be used in ensuring that 22 funding shall be based upon local community needs, 23 including, but not limited to, the incidence and 24 prevalence of, and costs associated with, these substance 25 use disorders, as well as upon demonstrated program 26 performance.

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1 The plan developed under this Section shall also 2 contain a report detailing the activities of and progress 3 made through services for the care and treatment of <u>these</u> 4 <del>substance use</del> disorders among pregnant women and mothers 5 and their children established under subsection (j) of 6 Section 35-5.

As applicable, the plan developed under this Section
shall also include information about funding by other
State agencies for prevention, early intervention,
treatment, and other recovery support services.

foster, and develop cooperation, 11 (4) Lead, coordination, and agreements among federal and State 12 13 governmental agencies and local providers that provide 14 assistance, services, funding, or other functions, 15 direct, in the prevention, peripheral or earlv intervention, treatment, and recovery 16 support for 17 substance use or gambling disorders. This shall include, but shall not be limited to, the following: 18

(A) Cooperate with and assist other State
 agencies, as applicable, in establishing and
 conducting <u>these</u> substance use disorder services among
 the populations they respectively serve.

(B) Cooperate with and assist the Illinois
Department of Public Health in the establishment,
funding, and support of programs and services for the
promotion of maternal and child health and the

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prevention and treatment of infectious diseases, 1 including, but not limited to, HIV infection, especially with respect to those persons who are high risk due to intravenous injection of illegal drugs, or may have been sexual partners of who these individuals, or who may have impaired immune systems as a result of a substance use disorder.

8 (C) Supply to the Department of Public Health and 9 prenatal care providers a list of all providers who 10 licensed to provide substance use disorder are 11 treatment for pregnant women in this State.

(D) Assist in the placement of child abuse or 12 13 neglect perpetrators (identified by the Illinois 14 Department of Children and Family Services (DCFS)) who 15 have been determined to be in need of substance use 16 disorder treatment pursuant to Section 8.2 of the 17 Abused and Neglected Child Reporting Act.

18 (E) Cooperate with and assist DCFS in carrying out its mandates to: 19

20 (i) identify substance use and gambling disorders among its clients and their families; 21 22 and

23 (ii) develop services to deal with such 24 disorders.

25 These services may include, but shall not be limited 26 to, programs to prevent or treat substance use or 10300SB0327ham001

1 <u>gambling</u> disorders with DCFS clients and their 2 families, identifying child care needs within such 3 treatment, and assistance with other issues as 4 required.

5 (F) Cooperate with and assist the Illinois 6 Criminal Justice Information Authority with respect to 7 statistical and other information concerning the 8 incidence and prevalence of substance use <u>or gambling</u> 9 disorders.

10 (G) Cooperate with and assist the State 11 Superintendent of Education, boards of education, schools, police departments, the Illinois 12 State 13 Police, courts, and other public and private agencies 14 and individuals in establishing substance use or 15 gambling disorder prevention programs statewide and 16 preparing curriculum materials for use at all levels 17 of education.

(H) Cooperate with and assist the Illinois
Department of Healthcare and Family Services in the
development and provision of services offered to
recipients of public assistance for the treatment and
prevention of substance use <u>or gambling</u> disorders.

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(I) (Blank).

(5) From monies appropriated to the Department from
the Drunk and Drugged Driving Prevention Fund, reimburse
DUI evaluation and risk education programs licensed by the

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Department for providing indigent persons with free or reduced-cost evaluation and risk education services relating to a charge of driving under the influence of alcohol or other drugs.

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5 (6) Promulgate regulations to identify and disseminate best practice quidelines that can be utilized by publicly 6 and privately funded programs as well as for levels of 7 payment to government funded programs that provide 8 9 prevention, early intervention, treatment, and other 10 recovery support services for substance use or gambling 11 disorders and those services referenced in Sections 15-10 and 40-5. 12

13 (7) In consultation with providers and related trade 14 associations, specify a uniform methodology for use by 15 funded providers and the Department for billing and 16 collection and dissemination of statistical information 17 regarding services related to substance use <u>or gambling</u> 18 disorders.

19 (8) Receive data and assistance from federal, State,
20 and local governmental agencies, and obtain copies of
21 identification and arrest data from all federal, State,
22 and local law enforcement agencies for use in carrying out
23 the purposes and functions of the Department.

(9) Designate and license providers to conduct
 screening, assessment, referral, and tracking of clients
 identified by the criminal justice system as having

indications of substance use disorders and being eligible to make an election for treatment under Section 40-5 of this Act, and assist in the placement of individuals who are under court order to participate in treatment.

5 (10) Identify and disseminate evidence-based best 6 practice guidelines as maintained in administrative rule 7 that can be utilized to determine a substance use <u>or</u> 8 <u>gambling</u> disorder diagnosis.

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(11) (Blank).

10 (11.5) Make grants with funds appropriated to the 11 Department as provided in Section 50 of the Video Gaming 12 Act and subsection (c) of Section 13 of the Illinois 13 Gambling Act.

14 (12) Make grants with funds appropriated from the Drug 15 Treatment Fund in accordance with Section 7 of the Controlled Substance and Cannabis Nuisance Act, or in 16 accordance with Section 80 of the Methamphetamine Control 17 and Community Protection Act, or in accordance with 18 subsections (h) and (i) of Section 411.2 of the Illinois 19 20 Controlled Substances Act, or in accordance with Section 6z-107 of the State Finance Act. 21

(13) Encourage all health and disability insurance
 programs to include substance use <u>and gambling</u> disorder
 treatment as <del>a</del> covered <u>services</u> <del>service</del> and to use
 evidence-based best practice criteria as maintained in
 administrative rule and as required in Public Act 99-0480

in determining the necessity for such services and
 continued stay.

(14) Award grants and enter into fixed-rate and
fee-for-service arrangements with any other department,
authority, or commission of this State, or any other state
or the federal government or with any public or private
agency, including the disbursement of funds and furnishing
of staff, to effectuate the purposes of this Act.

9 (15) Conduct a public information campaign to inform 10 the State's Hispanic residents regarding the prevention 11 and treatment of substance use <u>or gambling</u> disorders.

12 (b) In addition to the powers, duties, and functions 13 vested in it by this Act, or by other laws of this State, the 14 Department may undertake, but shall not be limited to, the 15 following activities:

(1) Require all organizations licensed or funded by 16 17 the Department to include an education component to inform participants regarding the 18 causes and means of 19 transmission and methods of reducing the risk of acquiring 20 or transmitting HIV infection and other infectious 21 diseases, and to include funding for such education 22 component in its support of the program.

(2) Review all State agency applications for federal
funds that include provisions relating to the prevention,
early intervention, and treatment of substance use or
<u>gambling</u> disorders in order to ensure consistency.

1 (3) Prepare, publish, evaluate, disseminate, and serve 2 as a central repository for educational materials dealing 3 with the nature and effects of substance use <u>or gambling</u> 4 disorders. Such materials may deal with the educational 5 needs of the citizens of Illinois, and may include at 6 least pamphlets that describe the causes and effects of 7 fetal alcohol spectrum disorders.

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8 (4) Develop and coordinate, with regional and local 9 agencies, education and training programs for persons 10 engaged in providing services for persons with substance 11 use <u>or gambling</u> disorders, which programs may include 12 specific HIV education and training for program personnel.

13 (5) Cooperate with and assist in the development of 14 education, prevention, early intervention, and treatment 15 programs for employees of State and local governments and 16 businesses in the State.

17 (6) Utilize the support and assistance of interested 18 persons in the community, including recovering persons, to 19 assist individuals and communities in understanding the 20 dynamics of substance use <u>or gambling</u> disorders, and to 21 encourage individuals with <u>these</u> substance use disorders 22 to voluntarily undergo treatment.

(7) Promote, conduct, assist, or sponsor basic
 clinical, epidemiological, and statistical research into
 substance use <u>or gambling</u> disorders and research into the
 prevention of those problems either solely or in

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conjunction with any public or private agency.

2 (8) Cooperate with public and private agencies, 3 organizations, institutions of higher education, and 4 individuals in the development of programs, and to provide 5 technical assistance and consultation services for this 6 purpose.

- 7 (9) (Blank).
- 8 (10) (Blank).

9 (11) Fund, promote, or assist entities dealing with 10 substance use <u>or gambling</u> disorders.

11 (12) With monies appropriated from the Group Home Loan 12 Revolving Fund, make loans, directly or through 13 subcontract, to assist in underwriting the costs of 14 housing in which individuals recovering from substance use 15 or gambling disorders may reside, pursuant to Section 50-40 of this Act. 16

17 (13) Promulgate such regulations as may be necessary
18 to carry out the purposes and enforce the provisions of
19 this Act.

(14) Provide funding to help parents be effective in
preventing substance use <u>or gambling</u> disorders by building
an awareness of the family's role in preventing <u>these</u>
<del>substance use</del> disorders through adjusting expectations,
developing new skills, and setting positive family goals.
The programs shall include, but not be limited to, the
following subjects: healthy family communication;

and

establishing rules and limits; how to reduce family conflict; how to build self-esteem, competency, responsibility in children; how to improve motivation and

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achievement; effective discipline; problem solving 4 5 techniques; healthy gaming and play habits; appropriate financial planning and investment strategies; how to talk 6 about gambling and related activities; and how to talk 7 8 about substance use or gambling drugs and alcohol. The 9 programs shall be open to all parents.

10 (15) Establish an Opioid Remediation Services Capital Investment Grant Program. The Department may, subject to 11 12 appropriation and approval through the Opioid Overdose 13 Prevention and Recovery Steering Committee, after 14 recommendation by the Illinois Opioid Remediation Advisory 15 Board, and certification by the Office of the Attorney 16 General, make capital improvement grants to units of local 17 government and substance use prevention, treatment, and recovery service providers addressing opioid remediation 18 19 in the State for approved abatement uses under the 20 Illinois Opioid Allocation Agreement. The Illinois Opioid Remediation State Trust Fund shall be the source of 21 22 funding for the program. Eligible grant recipients shall 23 be units of local government and substance use prevention, 24 treatment, and recovery service providers that offer 25 facilities and services in a manner that supports and 26 meets the approved uses of the opioid settlement funds.

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1 Eligible grant recipients have no entitlement to a grant under this Section. The Department of Human Services may 2 3 consult with the Capital Development Board, the Department of Commerce and Economic Opportunity, and the Illinois 4 5 Housing Development Authority to adopt rules to implement this Section and may create a competitive application 6 7 procedure for grants to be awarded. The rules may specify 8 the manner of applying for grants; grantee eligibility 9 requirements; project eligibility requirements; 10 restrictions on the use of grant moneys; the manner in which grantees must account for the use of grant moneys; 11 12 and any other provision that the Department of Human 13 Services determines to be necessary or useful for the 14 administration of this Section. Rules may include a 15 requirement for grantees to provide local matching funds 16 in an amount equal to a specific percentage of the grant. 17 No portion of an opioid remediation services capital investment grant awarded under this Section may be used by 18 19 a grantee to pay for any ongoing operational costs or 20 outstanding debt. The Department of Human Services may 21 consult with the Capital Development Board, the Department 22 of Commerce and Economic Opportunity, and the Illinois 23 Housing Development Authority in the management and 24 disbursement of funds for capital-related projects. The 25 Capital Development Board, the Department of Commerce and 26 Economic Opportunity, and the Illinois Housing Development

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Authority shall act in a consulting role only for the evaluation of applicants, scoring of applicants, or administration of the grant program.

4 (C) There is created within the Department of Human 5 Services an Office of Opioid Settlement Administration. The Office shall be responsible for implementing and administering 6 approved abatement programs as described in Exhibit B of the 7 Illinois Opioid Allocation Agreement, effective December 30, 8 2021. The Office may also implement and administer other 9 10 opioid-related programs, including, but not limited to, 11 prevention, treatment, and recovery services from other funds made available to the Department of Human Services. The 12 13 Secretary of Human Services shall appoint or assign staff as necessary to carry out the duties and functions of the Office. 14 15 (Source: P.A. 102-538, eff. 8-20-21; 102-699, eff. 4-19-22; 16 103-8, eff. 6-7-23.)

17 (20 ILCS 301/5-20)

18 Sec. 5-20. Gambling disorders.

(a) Subject to appropriation, the Department shall establish a program for public education, research, and training regarding gambling disorders and the treatment and prevention of gambling disorders. Subject to specific appropriation for these stated purposes, the program must include all of the following:

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(1) Establishment and maintenance of a toll-free

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<u>hotline and website</u> "800" telephone number to provide
 crisis counseling and referral services <u>for</u> to families
 experiencing difficulty <u>related to a</u> as a result of
 gambling <u>disorder</u> disorders.

5 (2) Promotion of public awareness regarding the 6 recognition and prevention of gambling disorders. 7 <u>Promotion of public awareness to create a gambling</u> 8 <u>informed State regarding the impact of gambling disorders</u> 9 <u>on individuals, families, and communities and the stigma</u> 10 that surrounds gambling disorders.

11 (3) Facilitation, through in-service training, 12 <u>certification promotion</u>, and other <u>innovative</u> means, of 13 the availability of effective assistance programs for 14 gambling disorders.

15 (4) Conducting studies to, and through other
16 <u>innovative means</u>, identify adults and juveniles in this
17 State who have, or who are at risk of developing, gambling
18 disorders.

19 <u>(5) Utilize screening, crisis intervention, treatment,</u> 20 <u>public awareness, prevention, in-service training, and</u> 21 <u>other innovative means, to decrease the incidence of</u> 22 <u>suicide attempts related to a gambling disorder or</u> 23 <u>gambling issues.</u>

(b) Subject to appropriation, the Department shall either
establish and maintain the program or contract with a private
or public entity for the establishment and maintenance of the

program. Subject to appropriation, either the Department or the private or public entity shall implement the <u>hotline and</u> <u>website toll-free telephone number</u>, promote public awareness, <u>conduct research</u>, fund treatment and recovery services, and conduct in-service training concerning gambling disorders.

6 (c) The Department shall determine a statement regarding obtaining assistance with a gambling disorder which each 7 licensed gambling establishment owner shall post and each 8 9 master sports wagering licensee shall include on the master sports wagering licensee's portal, Internet website, or 10 computer or mobile application. Subject to appropriation, the 11 Department shall produce and supply the signs with the 12 13 statement as specified in Section 10.7 of the Illinois Lottery Law, Section 34.1 of the Illinois Horse Racing Act of 1975, 14 15 Section 4.3 of the Bingo License and Tax Act, Section 8.1 of 16 the Charitable Games Act, Section 25.95 of the Sports Wagering Act, and Section 13.1 of the Illinois Gambling Act, and the 17 18 Video Gaming Act.

19

## (d) Programs; gambling disorder prevention.

20 (1) The Department may establish a program to provide 21 for the production and publication, in electronic and 22 other formats, of gambling prevention, recognition, 23 treatment, and recovery literature and other public 24 education methods. The Department may develop and 25 disseminate curricula for use by professionals, 26 organizations, individuals, or committees interested in

1	the prevention of gambling disorders.
2	(2) The Department may provide advice to State and
3	local officials on gambling disorders, including the
4	prevalence of gambling disorders, programs treating or
5	promoting prevention of gambling disorders, trends in
6	gambling disorder prevalence, and the relationship between
7	gaming and gambling disorders.
8	(3) The Department may support gambling disorder
9	prevention, recognition, treatment, and recovery projects
10	by facilitating the acquisition of gambling prevention
11	curriculums, providing trainings in gambling disorder
12	prevention best practices, connecting programs to health
13	care resources, establishing learning collaboratives
14	between localities and programs, and assisting programs in
15	navigating any regulatory requirements for establishing or
16	expanding such programs.
17	(4) In supporting best practices in gambling disorder
18	prevention programming, the Department may promote the
19	following programmatic elements:
20	(A) Providing funding for community-based
21	organizations to employ community health workers or
22	peer recovery specialists who are familiar with the
23	communities served and can provide culturally
24	competent services.
25	(B) Collaborating with other community-based
26	organizations, substance use disorder treatment

1	centers, or other health care providers engaged in
2	treating individuals who are experiencing gambling
3	disorder.
4	(C) Providing linkages for individuals to obtain
5	evidence-based gambling disorder treatment.
6	(D) Engaging individuals exiting jails or prisons
7	who are at a high risk of developing a gambling
8	disorder.
9	(E) Providing education and training to
10	community-based organizations who work directly with
11	individuals who are experiencing gambling disorders
12	and those individuals' families and communities.
13	(F) Providing education and training on gambling
14	disorder prevention and response to the judicial
15	system.
16	(G) Informing communities of the impact gambling
17	disorder has on suicidal ideation and suicide attempts
18	and the role health care professionals can have in
19	identifying appropriate treatment.
20	(H) Producing and distributing targeted mass media
21	materials on gambling disorder prevention and
22	response, and the potential dangers of gambling
23	related stigma.
24	(e) Grants.
25	(1) The Department may award grants, in accordance
26	with this subsection, to create or support local gambling

prevention, recognition, and response projects. Local 1 health departments, correctional institutions, hospitals, 2 universities, community-based organizations, and 3 faith-based organizations may apply to the Department for 4 a grant under this subsection at the time and in the manner 5 6 the Department prescribes.

(2) In awarding grants, the Department shall consider 7 8 the necessity for gambling disorder prevention projects in 9 various settings and shall encourage all grant applicants 10 to develop interventions that will be effective and viable in their local areas. 11

12 (3) In addition to moneys appropriated by the General Assembly, the Department may seek grants from private 13 14 foundations, the federal government, and other sources to fund the grants under this Section and to fund an 15 evaluation of the programs supported by the grants. 16

17 (4) The Department may award grants to create or support local gambling treatment programs. Such programs 18 may include prevention, early intervention, residential 19 20 and outpatient treatment, and recovery support services for gambling disorders. Local health departments, 21 hospitals, universities, community-based organizations, 22 and faith-based organizations may apply to the Department 23 24 for a grant under this subsection at the time and in the 25 manner the Department prescribes.

(Source: P.A. 100-759, eff. 1-1-19; 101-31, eff. 6-28-19.) 26

2 Sec. 10-10. Powers and duties of the Council. The Council
3 shall:
4 (a) Advise the Department on ways to encourage public
5 understanding and support of the Department's programs.
6 (b) Advise the Department on regulations and licensure
7 proposed by the Department.
8 (c) Advise the Department in the formulation,
9 preparation, and implementation of the annual plar
10 submitted with the federal Substance Use Disorder Block
11 Grant application for prevention, early intervention,
12 treatment, and other recovery support services for
13 substance use disorders.
14 (d) Advise the Department on implementation of
15 substance use <u>and gambling</u> disorder education and
16 prevention programs throughout the State.
17 (e) Assist with incorporating into the annual plar
18 submitted with the federal Substance Use Disorder Block
19 Grant application, planning information specific to
20 Illinois' female population. The information shall
contain, but need not be limited to, the types of services
22 funded, the population served, the support services
available, and the goals, objectives, proposed methods of

24 achievement, service projections\_ and cost estimate for

1 (20 ILCS 301/10-10)

25 the upcoming year.

(f) Perform other duties as requested by the
 Secretary.

3 (q) Advise the Department in the planning, 4 development, and coordination of programs among all 5 agencies and departments of State government, including programs to reduce substance use and gambling disorders, 6 prevent the misuse of illegal and legal drugs by persons 7 8 of all ages, prevent gambling and gambling behaviors while 9 gaming by minors, and prevent the use of alcohol by 10 minors.

(h) Promote and encourage participation by the private sector, including business, industry, labor, and the media, in programs to prevent substance use <u>and gambling</u> disorders.

(i) Encourage the implementation of programs to
 prevent substance use <u>and gambling</u> disorders in the public
 and private schools and educational institutions.

(j) Gather information, conduct hearings, and make
recommendations to the Secretary concerning additions,
deletions, or rescheduling of substances under the
Illinois Controlled Substances Act.

(k) Report as requested to the General Assembly
 regarding the activities and recommendations made by the
 Council.

25 (Source: P.A. 100-759, eff. 1-1-19.)

1	(20 ILCS 301/10-15)
2	Sec. 10-15. Qualification and appointment of members. The
3	membership of the Illinois Advisory Council may, as needed,
4	consist of:
5	(a) A State's Attorney designated by the President of
6	the Illinois State's Attorneys Association.
7	(b) A judge designated by the Chief Justice of the
8	Illinois Supreme Court.
9	(c) A Public Defender appointed by the President of
10	the Illinois Public Defender Association.
11	(d) A local law enforcement officer appointed by the
12	Governor.
13	(e) A labor representative appointed by the Governor.
14	(f) An educator appointed by the Governor.
15	(g) A physician licensed to practice medicine in all
16	its branches appointed by the Governor with due regard for
17	the appointee's knowledge of the field of substance use
18	disorders.
19	(h) 4 members of the Illinois House of
20	Representatives, 2 each appointed by the Speaker and
21	Minority Leader.
22	(i) 4 members of the Illinois Senate, 2 each appointed
23	by the President and Minority Leader.
24	(j) The Chief Executive Officer of the Illinois
25	Association for Behavioral Health or his or her designee.
26	(k) An advocate for the needs of youth appointed by

1 the Governor.

The President of the Illinois State Medical 2 (1)3 Society or his or her designee.

(m) The President of the Illinois Hospital Association 4 or his or her designee. 5

(n) The President of the Illinois Nurses Association 6 7 or a registered nurse designated by the President.

The President of the 8  $(\circ)$ Illinois Pharmacists 9 Association or a licensed pharmacist designated by the 10 President.

11 (p) The President of the Illinois Chapter of the 12 Association of Labor-Management Administrators and 13 Consultants on Alcoholism.

(p-1) The Chief Executive Officer of the Community 14 15 Behavioral Healthcare Association of Illinois or his or her designee. 16

17

(q) The Attorney General or his or her designee.

18

(r) The State Comptroller or his or her designee.

19 (s) 20 public members, 8 appointed by the Governor, 3 20 of whom shall be representatives of substance use or 21 gambling disorder treatment programs and one of whom shall 22 be a representative of a manufacturer or importing 23 distributor of alcoholic liquor licensed by the State of 24 Illinois, and 3 public members appointed by each of the 25 President and Minority Leader of the Senate and the 26 Speaker and Minority Leader of the House.

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1 Director, Secretary, or (t) The other chief administrative officer, ex officio, 2 or his or her designee, of each of the following: the Department on 3 4 Aging, the Department of Children and Family Services, the 5 Department of Corrections, the Department of Juvenile Justice, the Department of Healthcare and Family Services, 6 Department of Revenue, the Department of 7 Public the 8 Health, the Department of Financial and Professional Regulation, the Illinois State Police, the Administrative 9 Office of the Illinois Courts, the Criminal Justice 10 11 Information Authority, Department and the of 12 Transportation.

(u) Each of the following, ex officio, or his or her
designee: the Secretary of State, the State Superintendent
of Education, and the Chairman of the Board of Higher
Education.

The public members may not be officers or employees of the 17 18 executive branch of State government; however, the public 19 members may be officers or employees of a State college or 20 university or of any law enforcement agency. In appointing 21 members, due consideration shall be given to the experience of 22 appointees in the fields of medicine, law, prevention, correctional activities, and social welfare. Vacancies in the 23 24 public membership shall be filled for the unexpired term by 25 appointment in like manner as for original appointments, and 26 the appointive members shall serve until their successors are

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1 appointed and have qualified. Vacancies among the public 2 members appointed by the legislative leaders shall be filled 3 by the leader of the same house and of the same political party 4 as the leader who originally appointed the member.

5 Each non-appointive member may designate a representative to serve in his place by written notice to the Department. All 6 General Assembly members shall serve until their respective 7 8 successors are appointed or until termination of their 9 legislative service, whichever occurs first. The terms of 10 office for each of the members appointed by the Governor shall 11 be for 3 years, except that of the members first appointed, 3 shall be appointed for a term of one year, and 4 shall be 12 appointed for a term of 2 years. The terms of office of each of 13 the public members appointed by the legislative leaders shall 14 15 be for 2 years.

16 (Source: P.A. 102-538, eff. 8-20-21.)

17 (20 ILCS 301/15-5)

18 Sec. 15-5. Applicability.

(a) It is unlawful for any person to provide treatment for
substance use <u>or gambling</u> disorders or to provide services as
specified in subsections (a) and (b) of Section 15-10 of this
Act unless the person is licensed to do so by the Department.
The performance of these activities by any person in violation
of this Act is declared to be inimical to the public health and
welfare, and to be a public nuisance. The Department may

undertake such inspections and investigations as it deems
 appropriate to determine whether licensable activities are
 being conducted without the requisite license.

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4 (b) Nothing in this Act shall be construed to require any 5 hospital, as defined by the Hospital Licensing Act, required to have a license from the Department of Public Health 6 pursuant to the Hospital Licensing Act to obtain any license 7 8 under this Act for any substance use disorder treatment 9 services operated on the licensed premises of the hospital, 10 and operated by the hospital or its designated agent, provided 11 that such services are covered within the scope of the Hospital Licensing Act. No person or facility required to be 12 13 licensed under this Act shall be required to obtain a license pursuant to the Hospital Licensing Act or the Child Care Act of 14 15 1969.

16 (c) Nothing in this Act shall be construed to require an 17 individual employee of a licensed program to be licensed under 18 this Act.

(d) Nothing in this Act shall be construed to require any 19 20 private professional practice, whether by an individual practitioner, by a partnership, or by a duly incorporated 21 professional service corporation, that provides outpatient 22 treatment for substance use disorders to be licensed under 23 24 this Act, provided that the treatment is rendered personally 25 by the professional in his own name and the professional is 26 authorized by individual professional licensure or

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1 registration from the Department of Financial and Professional 2 Regulation to provide substance use disorder treatment unsupervised. This exemption shall not apply to such private 3 4 professional practice that provides or holds itself out, as 5 defined in Section 1-10, as providing substance use disorder 6 outpatient treatment. This exemption shall also not apply to licensable intervention services, research, or residential 7 8 treatment services as defined in this Act or by rule.

9 Notwithstanding any other provisions of this subsection to 10 the contrary, persons licensed to practice medicine in all of 11 its branches in Illinois shall not require licensure under 12 this Act unless their private professional practice provides 13 and holds itself out, as defined in Section 1-10, as providing 14 substance use disorder outpatient treatment.

(e) Nothing in this Act shall be construed to require any employee assistance program operated by an employer or any intervenor program operated by a professional association to obtain any license pursuant to this Act to perform services that do not constitute licensable treatment or intervention as defined in this Act.

(f) Before any violation of this Act is reported by the Department or any of its agents to any State's Attorney for the institution of a criminal proceeding, the person against whom such proceeding is contemplated shall be given appropriate notice and an opportunity to present his views before the Department or its designated agent, either orally or in 10300SB0327ham001 -39- LRB103 05799 LNS 73874 a

1 writing, in person or by an attorney, with regard to such 2 contemplated proceeding. Nothing in this Act shall be 3 construed as requiring the Department to report minor 4 violations of this Act whenever the Department believes that 5 the public interest would be adequately served by a suitable 6 written notice or warning.

7 (Source: P.A. 100-759, eff. 1-1-19.)

8 (20 ILCS 301/15-10)

9 Sec. 15-10. Licensure categories and services. No person 10 or program may provide the services or conduct the activities 11 described in this Section without first obtaining a license 12 therefor from the Department, unless otherwise exempted under 13 this Act. The Department shall, by rule, provide requirements 14 for each of the following types of licenses and categories of 15 service:

16 (a) Treatment: Categories of treatment service for a substance use or gambling disorder authorized by a 17 18 treatment license are Early Intervention, Outpatient, Intensive Outpatient/Partial Hospitalization, Subacute 19 Management. 20 Residential/Inpatient, and Withdrawal Medication assisted treatment that includes methadone used 21 22 for an opioid use disorder can be licensed as an adjunct to 23 any of the treatment levels of care specified in this 24 Section.

25

(b) Intervention: Categories of <u>intervention</u> service

1 authorized by an intervention license are DUI Evaluation, DUI Risk Education, Designated Program, and Recovery Homes 2 3 for persons in any stage of recovery from a substance use 4 or gambling disorder. Harm Reduction Services is another 5 category of intervention licensure that may be issued if and when legal authorization is adopted to allow for 6 services and upon adoption of administrative or funding 7 8 rules that govern the delivery of these services.

9 The Department may, under procedures established by rule 10 and upon a showing of good cause for such, exempt off-site 11 services from having to obtain a separate license for services 12 conducted away from the provider's licensed location.

13 (Source: P.A. 100-759, eff. 1-1-19.)

14 (20 ILCS 301/20-5)

15 Sec. 20-5. Development of statewide prevention system.

16 (a) The Department shall develop and implement а comprehensive, statewide, community-based strategy to reduce 17 18 substance use and gambling disorders and prevent the misuse of 19 illegal and legal drugs by persons of all ages, and to prevent 20 the use of alcohol by minors. The system created to implement 21 this strategy shall be based on the premise that coordination 22 among and integration between all community and governmental 23 will facilitate effective and efficient program svstems 24 implementation and utilization of existing resources.

25 (b) The statewide system developed under this Section may

for

be adopted by administrative rule or funded as a grant award condition and shall be responsible for:

3 (1) Providing programs and technical assistance to
4 improve the ability of Illinois communities and schools to
5 develop, implement, and evaluate prevention programs.

6 (2) Initiating and fostering continuing cooperation 7 among the Department, Department-funded prevention 8 programs, other community-based prevention providers, and 9 other State, regional, or local systems or agencies that 10 have an interest in substance use disorder prevention.

(c) In developing, implementing, and advocating for this statewide strategy and system, the Department may engage in, but shall not be limited to, the following activities:

14 (1) Establishing and conducting programs to provide
15 awareness and knowledge of the nature and extent of
16 substance use <u>and gambling</u> disorders and their effect on
17 individuals, families, and communities.

(2) Conducting or providing prevention skill building
 or education through the use of structured experiences.

20 (3) Developing, supporting, and advocating with new 21 existing local community coalitions and or neighborhood-based grassroots 22 networks using action planning and collaborative systems to initiate change 23 24 regarding substance use and gambling disorders in their 25 communities.

26 (4) Encouraging, supporting, and advocating

programs and activities that emphasize alcohol-free and
 other drug-free lifestyles.

3 (5) Drafting and implementing efficient plans for the
4 use of available resources to address issues of substance
5 use disorder prevention.

6 (6) Coordinating local programs of alcoholism and 7 other drug abuse education and prevention.

8 (7) Encouraging the development of local advisory9 councils.

10 (d) In providing leadership to this system, the Department 11 shall take into account, wherever possible, the needs and requirements of local communities. The Department shall also 12 13 involve, wherever possible, local communities in its statewide 14 planning efforts. These planning efforts shall include, but 15 shall not be limited to, in cooperation with local community 16 representatives and Department-funded agencies, the analysis and application of results of local needs assessments, as well 17 18 as a process for the integration of an evaluation component into the system. The results of this collaborative planning 19 20 effort shall be taken into account by the Department in making decisions regarding the allocation of prevention resources. 21

(e) Prevention programs funded in whole or in part by the
Department shall maintain staff whose skills, training,
experiences, and cultural awareness demonstrably match the
needs of the people they are serving.

26

(f) The Department may delegate the functions and

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1 activities described in subsection (c) of this Section to 2 local, community-based providers.

3 (Source: P.A. 100-759, eff. 1-1-19.)

4 (20 ILCS 301/25-5)

Sec. 25-5. Establishment of comprehensive treatment 5 6 system. The Department shall develop, fund and implement a 7 comprehensive, statewide, community-based system for the 8 provision of early intervention, treatment, and recovery 9 support services for persons suffering from substance use or 10 gambling disorders. The system created under this Section shall be based on the premise that coordination among and 11 12 integration between all community and governmental systems 13 will facilitate effective and efficient program implementation 14 and utilization of existing resources.

15 (Source: P.A. 100-759, eff. 1-1-19.)

16 (20 ILCS 301/25-10)

Sec. 25-10. Promulgation of regulations. The Department 17 18 shall adopt regulations for licensure, certification for Medicaid reimbursement, and to identify evidence-based best 19 practice criteria that can be utilized for intervention and 20 21 treatment services, taking into consideration available 22 resources and facilities, for the purpose of early and 23 effective treatment of substance use and gambling disorders. (Source: P.A. 100-759, eff. 1-1-19.) 24

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(20 ILCS 301/30-5)

2 Sec. 30-5. Patients' rights established.

3 (a) For purposes of this Section, "patient" means any 4 person who is receiving or has received early intervention, 5 treatment, or other recovery support services under this Act 6 or any category of service licensed as "intervention" under 7 this Act.

8 (b) No patient shall be deprived of any rights, benefits, 9 or privileges guaranteed by law, the Constitution of the 10 United States of America, or the Constitution of the State of 11 Illinois solely because of his or her status as a patient.

12 (c) Persons who have substance use <u>or gambling</u> disorders 13 who are also suffering from medical conditions shall not be 14 discriminated against in admission or treatment by any 15 hospital that receives support in any form supported in whole 16 or in part by funds appropriated to any State department or 17 agency.

(d) Every patient shall have impartial access to services without regard to race, religion, sex, ethnicity, age, sexual orientation, gender identity, marital status, or other disability.

(e) Patients shall be permitted the free exercise ofreligion.

(f) Every patient's personal dignity shall be recognizedin the provision of services, and a patient's personal privacy

shall be assured and protected within the constraints of his
 or her individual treatment.

3 (g) Treatment services shall be provided in the least4 restrictive environment possible.

5 (h) Each patient receiving treatment services shall be 6 provided an individual treatment plan, which shall be 7 periodically reviewed and updated as mandated by 8 administrative rule.

9 (i) Treatment shall be person-centered, meaning that every 10 patient shall be permitted to participate in the planning of 11 his or her total care and medical treatment to the extent that 12 his or her condition permits.

(j) A person shall not be denied treatment solely because he or she has withdrawn from treatment against medical advice on a prior occasion or had prior treatment episodes.

16 (k) The patient in residential treatment shall be 17 permitted visits by family and significant others, unless such 18 visits are clinically contraindicated.

(1) A patient in residential treatment shall be allowed to conduct private telephone conversations with family and friends unless clinically contraindicated.

(m) A patient in residential treatment shall be permitted to send and receive mail without hindrance, unless clinically contraindicated.

(n) A patient shall be permitted to manage his or her ownfinancial affairs unless the patient or the patient's

guardian, or if the patient is a minor, the patient's parent,
 authorizes another competent person to do so.

3 (o) A patient shall be permitted to request the opinion of 4 a consultant at his or her own expense, or to request an 5 in-house review of a treatment plan, as provided in the 6 specific procedures of the provider. A treatment provider is 7 not liable for the negligence of any consultant.

8 (p) Unless otherwise prohibited by State or federal law, 9 every patient shall be permitted to obtain from his or her own 10 physician, the treatment provider, or the treatment provider's 11 consulting physician complete and current information 12 concerning the nature of care, procedures, and treatment that 13 he or she will receive.

14 (q) A patient shall be permitted to refuse to participate 15 in any experimental research or medical procedure without 16 compromising his or her access to other, non-experimental services. Before a patient is placed in an experimental 17 research or medical procedure, the provider must first obtain 18 his or her informed written consent or otherwise comply with 19 20 the federal requirements regarding the protection of human subjects contained in 45 CFR Part 46. 21

(r) All medical treatment and procedures shall be administered as ordered by a physician and in accordance with all Department rules.

25 (s) Every patient in treatment shall be permitted to 26 refuse medical treatment and to know the consequences of such action. Such refusal by a patient shall free the treatment
 licensee from the obligation to provide the treatment.

3 (t) Unless otherwise prohibited by State or federal law, 4 every patient, patient's guardian, or parent, if the patient 5 is a minor, shall be permitted to inspect and copy all clinical 6 and other records kept by the intervention or treatment 7 licensee or by his or her physician concerning his or her care 8 and maintenance. The licensee or physician may charge a 9 reasonable fee for the duplication of a record.

10 (u) No owner, licensee, administrator, employee, or agent 11 of a licensed intervention or treatment program shall abuse or 12 neglect a patient. It is the duty of any individual who becomes 13 aware of such abuse or neglect to report it to the Department 14 immediately.

15 (v) The licensee may refuse access to any person if the 16 actions of that person are or could be injurious to the health 17 and safety of a patient or the licensee, or if the person seeks 18 access for commercial purposes.

(w) All patients admitted to community-based treatment facilities shall be considered voluntary treatment patients and such patients shall not be contained within a locked setting.

(x) Patients and their families or legal guardians shall have the right to present complaints to the provider or the Department concerning the quality of care provided to the patient, without threat of discharge or reprisal in any form 10300SB0327ham001 -48- LRB103 05799 LNS 73874 a

1 or manner whatsoever. The complaint process and procedure shall be adopted by the Department by rule. The treatment 2 provider shall have in place a mechanism for receiving and 3 4 responding to such complaints, and shall inform the patient 5 and the patient's family or legal guardian of this mechanism 6 and how to use it. The provider shall analyze any complaint received and, when indicated, take appropriate corrective 7 8 action. Every patient and his or her family member or legal 9 quardian who makes a complaint shall receive a timely response 10 from the provider that substantively addresses the complaint. 11 The provider shall inform the patient and the patient's family or legal guardian about other sources of assistance if the 12 13 provider has not resolved the complaint to the satisfaction of 14 the patient or the patient's family or legal quardian.

(y) A patient may refuse to perform labor at a program unless such labor is a part of the patient's individual treatment plan as documented in the patient's clinical record.

(z) A person who is in need of services may apply for voluntary admission in the manner and with the rights provided for under regulations promulgated by the Department. If a person is refused admission, then staff, subject to rules promulgated by the Department, shall refer the person to another facility or to other appropriate services.

(aa) No patient shall be denied services based solely on
 HIV status. Further, records and information governed by the
 AIDS Confidentiality Act and the AIDS Confidentiality and

Testing Code (77 Ill. Adm. Code 697) shall be maintained in
 accordance therewith.

(bb) Records of the identity, diagnosis, prognosis, or 3 4 treatment of any patient maintained in connection with the 5 performance of any service or activity relating to substance use or gambling disorder education, early intervention, 6 intervention, training, or treatment that is regulated, 7 8 authorized, or directly or indirectly assisted by any Department or agency of this State or under any provision of 9 10 this Act shall be confidential and may be disclosed only in 11 accordance with the provisions of federal law and regulations concerning the confidentiality of substance use disorder 12 13 patient records as contained in 42 U.S.C. Sections 290dd-2 and 14 42 CFR Part 2, or any successor federal statute or regulation.

(1) The following are exempt from the confidentiality
 protections set forth in 42 CFR Section 2.12(c):

17

18

(A) Veteran's Administration records.

(B) Information obtained by the Armed Forces.

19 (C) Information given to qualified service20 organizations.

(D) Communications within a program or between a
 program and an entity having direct administrative
 control over that program.

(E) Information given to law enforcement personnel
 investigating a patient's commission of a crime on the
 program premises or against program personnel.

Reports under State law of incidents of 1 (F) 2 suspected child abuse and neglect; however, 3 confidentiality restrictions continue to apply to the records and any follow-up information for disclosure 4 and use in civil or criminal proceedings arising from 5 the report of suspected abuse or neglect. 6 7 (2) If the information is not exempt, a disclosure can 8 be made only under the following circumstances: 9 (A) With patient consent as set forth in 42 CFR 10 Sections 2.1(b)(1) and 2.31, and as consistent with 11 pertinent State law. (B) For medical emergencies as set forth in 42 CFR 12 13 Sections 2.1(b)(2) and 2.51. (C) For research activities as set forth in 42 CFR 14 15 Sections 2.1(b)(2) and 2.52. 16 (D) For audit evaluation activities as set forth in 42 CFR Section 2.53. 17 (E) With a court order as set forth in 42 CFR 18 19 Sections 2.61 through 2.67. 20 (3) The restrictions on disclosure and use of patient 21 information apply whether the holder of the information 22 already has it, has other means of obtaining it, is a law 23 enforcement or other official, has obtained a subpoena, or 24 asserts any other justification for a disclosure or use 25 that is not permitted by 42 CFR Part 2. Any court orders 26 authorizing disclosure of patient records under this Act

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1 must comply with the procedures and criteria set forth in 2 42 CFR Sections 2.64 and 2.65. Except as authorized by a 3 court order granted under this Section, no record referred 4 to in this Section may be used to initiate or substantiate 5 any charges against a patient or to conduct any 6 investigation of a patient.

7 (4) The prohibitions of this subsection shall apply to
8 records concerning any person who has been a patient,
9 regardless of whether or when the person ceases to be a
10 patient.

(5) Any person who discloses the content of any record
referred to in this Section except as authorized shall,
upon conviction, be guilty of a Class A misdemeanor.

14 (6) The Department shall prescribe regulations to 15 purposes of this subsection. carry out the These 16 regulations may contain such definitions, and may provide for such safeguards and procedures, including procedures 17 and criteria for the issuance and scope of court orders, 18 19 as in the judgment of the Department are necessary or 20 proper to effectuate the purposes of this Section, to 21 prevent circumvention or evasion thereof, or to facilitate 22 compliance therewith.

(cc) Each patient shall be given a written explanation of all the rights enumerated in this Section and a copy, signed by the patient, shall be kept in every patient record. If a patient is unable to read such written explanation, it shall 10300SB0327ham001 -52- LRB103 05799 LNS 73874 a

be read to the patient in a language that the patient understands. A copy of all the rights enumerated in this Section shall be posted in a conspicuous place within the program where it may readily be seen and read by program patients and visitors.

6 (dd) The program shall ensure that its staff is familiar 7 with and observes the rights and responsibilities enumerated 8 in this Section.

9 (ee) Licensed organizations shall comply with the right of 10 any adolescent to consent to treatment without approval of the 11 parent or legal guardian in accordance with the Consent by 12 Minors to Health Care Services Act.

13 (ff) At the point of admission for services, licensed 14 organizations must obtain written informed consent, as defined 15 in Section 1-10 and in administrative rule, from each client, 16 patient, or legal guardian.

17 (Source: P.A. 102-813, eff. 5-13-22.)

18 (20 ILCS 301/35-5)

19 Sec. 35-5. Services for pregnant women and mothers.

(a) In order to promote a comprehensive, statewide, and multidisciplinary approach to serving pregnant women and mothers, including those who are minors, and their children who are affected by substance use <u>or gambling</u> disorders, the Department shall have responsibility for an ongoing exchange of referral information among the following: 10300SB0327ham001 -53- LRB103 05799 LNS 73874 a

1 (1) those who provide medical and social services to 2 pregnant women, mothers and their children, whether or not 3 there exists evidence of a substance use <u>or gambling</u> 4 disorder. These include any other State-funded medical or 5 social services to pregnant women.

6 (2) providers of treatment services to women affected
7 by substance use or gambling disorders.

8 (b) (Blank).

9 (c) (Blank).

10 (d) (Blank).

11 (e) (Blank).

12 (f) The Department shall develop and maintain an updated 13 and comprehensive directory of licensed providers that deliver 14 treatment and intervention services. The Department shall post 15 on its website a licensed provider directory updated at least 16 quarterly.

(g) As a condition of any State grant or contract, the Department shall require that any treatment program for women with substance use <u>or qambling</u> disorders provide services, either by its own staff or by agreement with other agencies or individuals, which include, but need not be limited to, the following:

(1) coordination with any program providing case
 management services to ensure ongoing monitoring and
 coordination of services after the addicted woman has
 returned home.

(2) coordination with medical services for individual
 medical care of pregnant women, including prenatal care
 under the supervision of a physician.

4

(3) coordination with child care services.

5 (h) As a condition of any State grant or contract, the 6 Department shall require that any nonresidential program 7 receiving any funding for treatment services accept women who 8 are pregnant, provided that such services are clinically 9 appropriate. Failure to comply with this subsection shall 10 result in termination of the grant or contract and loss of 11 State funding.

(i) (1) From funds appropriated expressly for the purposes 12 13 of this Section, the Department shall create or contract with 14 licensed, certified agencies to develop a program for the care 15 and treatment of pregnant women, mothers, and their children. 16 The program shall be in Cook County in an area of high density population having a disproportionate number of women with 17 18 substance use and other disorders and a high infant mortality 19 rate.

(2) From funds appropriated expressly for the purposes of this Section, the Department shall create or contract with licensed, certified agencies to develop a program for the care and treatment of low income pregnant women. The program shall be located anywhere in the State outside of Cook County in an area of high density population having a disproportionate number of low income pregnant women. 10300SB0327ham001 -55- LRB103 05799 LNS 73874 a

1 (3) In implementing the programs established under this subsection, the Department shall contract with existing 2 3 residential treatment or recovery homes in areas having a 4 disproportionate number of women with substance use and other 5 disorders who need residential treatment. Priority shall be given to women who: 6 (A) are pregnant, especially if they are intravenous 7 8 drug users, 9 (B) have minor children, 10 (C) are both pregnant and have minor children, or 11 (D) are referred by medical personnel because they either have given birth to a baby with a substance use 12 13 disorder, or will give birth to a baby with a substance use disorder. 14 15 (4) The services provided by the programs shall include 16 but not be limited to: (A) individual medical care, including prenatal care, 17 under the supervision of a physician. 18 19 (B) temporary, residential shelter for pregnant women, 20 mothers, and children when necessary. 21 (C) a range of educational or counseling services. 22 (D) comprehensive and coordinated social services, 23 including therapy groups for the treatment of substance 24 use disorders; family therapy groups; programs to develop 25 positive self-awareness; parent-child therapy; and

26 residential support groups.

21

25

1 (5) (Blank). (Source: P.A. 100-759, eff. 1-1-19.) 2 3 (20 ILCS 301/35-10) Sec. 35-10. Adolescent Family Life Program. 4 (a) The General Assembly finds and declares the following: 5 (1) In Illinois, a substantial number of babies are 6 7 born each year to adolescent mothers between 12 and 19 8 years of age. 9 (2) A substantial percentage of pregnant adolescents have substance use disorders or live in environments in 10 which substance use disorders occur and thus are at risk 11 12 of exposing their infants to dangerous and harmful 13 circumstances. 14 (3) It is difficult to provide substance use disorder counseling for adolescents in settings designed to serve 15 16 adults. 17 (b) To address the findings set forth in subsection (a), 18 and subject to appropriation, the Department may establish and 19 fund treatment strategies to meet the developmental, social, 20 and educational needs of high-risk pregnant adolescents and

(1) To the maximum extent feasible and appropriate,
utilize existing services and funding rather than create
new, duplicative services.

shall do the following:

(2) Include plans for coordination and collaboration

1

with existing perinatal substance use disorder services.

2

3

(3) Include goals and objectives for reducing the incidence of high-risk pregnant adolescents.

4 (4) Be culturally and linguistically appropriate to5 the population being served.

6 (5) Include staff development training by substance
7 use <u>and other</u> disorder counselors.

8 As used in this Section, "high-risk pregnant adolescent" 9 means a person at least 12 but not more than 18 years of age 10 with a substance use <u>or other</u> disorder who is pregnant.

11 (c) (Blank).

12 (Source: P.A. 100-759, eff. 1-1-19.)

13 (20 ILCS 301/50-40)

14 Sec. 50-40. Group Home Loan Revolving Fund.

15 (a) There is hereby established the Group Home Loan Revolving Fund, referred to in this Section as the "fund", to 16 17 be held as a separate fund within the State Treasury. Monies in 18 this fund shall be appropriated to the Department on a 19 continuing annual basis. With these funds, the Department 20 shall, directly or through subcontract, make loans to assist 21 in underwriting the costs of housing in which there may reside 22 individuals who are recovering from substance use or gambling disorders, and who are seeking an alcohol-free, gambling-free, 23 24 or drug-free environment in which to live. Consistent with 25 federal law and regulation, the Department may establish

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1 guidelines for approving the use and management of monies 2 loaned from the fund, the operation of group homes receiving 3 loans under this Section and the repayment of monies loaned.

4 (b) There shall be deposited into the fund such amounts,
5 including, but not limited to:

6 (1) All receipts, including principal and interest 7 payments and royalties, from any applicable loan agreement 8 made from the fund.

9 (2) All proceeds of assets of whatever nature received 10 by the Department as a result of default or delinquency 11 with respect to loan agreements made from the fund, 12 including proceeds from the sale, disposal, lease, or 13 rental of real or personal property that the Department 14 may receive as a result thereof.

(3) Any direct appropriations made by the General
Assembly, or any gifts or grants made by any person to the
fund.

18 (4) Any income received from interest on investments19 of monies in the fund.

(c) The Treasurer may invest monies in the fund in securities constituting obligations of the United States government, or in obligations the principal of and interest on which are guaranteed by the United States government, or in certificates of deposit of any State or national bank which are fully secured by obligations guaranteed as to principal and interest by the United States government.

1 (Source: P.A. 100-759, eff. 1-1-19.)

2 (20 ILCS 301/55-30)

3 Sec.

Sec. 55-30. Rate increase.

4 (a) The Department shall by rule develop the increased 5 rate methodology and annualize the increased rate beginning with State fiscal year 2018 contracts to licensed providers of 6 7 community-based substance use and gambling disorders disorder 8 intervention or treatment, based on the additional amounts 9 appropriated for the purpose of providing a rate increase to 10 licensed providers. The Department shall adopt rules, including emergency rules under subsection (y) of Section 5-45 11 12 of the Illinois Administrative Procedure Act, to implement the provisions of this Section. 13

14 (b) (Blank).

(c) Beginning on July 1, 2022, the Division of Substance Use Prevention and Recovery shall increase reimbursement rates for all community-based substance use disorder treatment and intervention services by 47%, including, but not limited to, all of the following:

20

(1) Admission and Discharge Assessment.

- 21 (2) Level 1 (Individual).
- 22 (3) Level 1 (Group).

23 (4) Level 2 (Individual).

- 24 (5) Level 2 (Group).
- 25 (6) Case Management.

1

2

(7) Psychiatric Evaluation.

- (8) Medication Assisted Recovery.
- 3 (9) Community Intervention.
- 4
- (10) Early Intervention (Individual).
- 5
- (11) Early Intervention (Group).

Beginning in State Fiscal Year 2023, and every State 6 year thereafter, reimbursement rates 7 fiscal for those treatment 8 community-based substance use disorder and 9 intervention services shall be adjusted upward by an amount 10 equal to the Consumer Price Index-U from the previous year, 11 not to exceed 2% in any State fiscal year. If there is a decrease in the Consumer Price Index-U, rates shall remain 12 13 unchanged for that State fiscal year. The Department shall 14 adopt rules, including emergency rules in accordance with the 15 Illinois Administrative Procedure Act, to implement the 16 provisions of this Section.

As used in this subsection, "consumer price index-u" means the index published by the Bureau of Labor Statistics of the United States Department of Labor that measures the average change in prices of goods and services purchased by all urban consumers, United States city average, all items, 1982-84 = 100.

(d) Beginning on January 1, 2024, subject to federal
approval, the Division of Substance Use Prevention and
Recovery shall increase reimbursement rates for all ASAM level
3 residential/inpatient substance use disorder treatment and

intervention services by 30%, including, but not limited to, 1 2 the following services: 3 (1) ASAM level 3.5 Clinically Managed High-Intensity 4 Residential Services for adults; 5 (2) ASAM level 3.5 Clinically Managed Medium-Intensity Residential Services for adolescents; 6 (3) ASAM level 3.2 Clinically Managed Residential 7 8 Withdrawal Management; 9 (4) ASAM level 3.7 Medically Monitored Intensive 10 Inpatient Services for adults and Medically Monitored 11 High-Intensity Inpatient Services for adolescents; and (5) ASAM level 3.1 Clinically Managed Low-Intensity 12 13 Residential Services for adults and adolescents. (Source: P.A. 102-699, eff. 4-19-22; 103-102, eff. 6-16-23.) 14 15 (20 ILCS 301/55-40) Sec. 55-40. Recovery residences. 16 (a) As used in this Section, "recovery residence" means a 17 sober, safe, and healthy living environment that promotes 18 19 recovery from alcohol and other drug use and associated problems. These residences are not subject to Department 20 21 licensure as they are viewed as independent living residences 22 that only provide peer support and a lengthened exposure to 23 the culture of recovery.

(b) The Department shall develop and maintain an onlineregistry for recovery residences that operate in Illinois to

serve as a resource for individuals seeking continued recovery
 assistance.

3 (c) Non-licensable recovery residences are encouraged to 4 register with the Department and the registry shall be 5 publicly available through online posting.

6 The registry shall indicate any accreditation, (d) certification, or licensure that each recovery residence has 7 received from an entity that has developed uniform national 8 9 standards. The registry shall also indicate each recovery 10 residence's location in order to assist providers and 11 individuals in finding alcohol, gambling, and drug free housing options with like-minded residents who are committed 12 13 to alcohol, gambling, and drug free living.

(e) Registrants are encouraged to seek national
 accreditation from any entity that has developed uniform State
 or national standards for recovery residences.

(f) The Department shall include a disclaimer on the registry that states that the recovery residences are not regulated by the Department and their listing is provided as a resource but not as an endorsement by the State.

21 (Source: P.A. 100-1062, eff. 1-1-19; 101-81, eff. 7-12-19.)

22 Section 30. The Illinois Lottery Law is amended by 23 changing Sections 7.1, 9.1, 10.1, 10.6, 19, 20, 20.1, 24, and 24 27 as follows: 1

(20 ILCS 1605/7.1) (from Ch. 120, par. 1157.1)

Department rules. The Department 2 Sec. 7.1. shall promulgate 3 such rules and regulations governing the 4 establishment and operation of a State lottery as it deems 5 necessary to carry out the purposes of this Act. Such rules and 6 regulations shall be subject to the provisions of the The Illinois Administrative Procedure Act. The Department shall 7 issue written game rules, play instructions, directives, 8 9 operations manuals, brochures, or any other publications 10 necessary to conduct specific games, as authorized by rule by 11 the Department. Any written game rules, play instructions, directives, operations manuals, brochures, or other game 12 publications issued by the Department that relate to a 13 specific lottery game shall be maintained as a public record 14 15 in the Department's principal office, and made available for 16 public inspection and copying but shall be exempt from the rulemaking procedures of the Illinois Administrative Procedure 17 Act. However, when such written materials contain any policy 18 of general applicability, the Department shall formulate and 19 20 adopt such policy as a rule in accordance with the provisions of the Illinois Administrative Procedure Act. In addition, the 21 22 Department shall publish each January in the Illinois Register 23 list of all game-specific rules, play instructions, 24 directives, operations manuals, brochures, or other 25 game specific publications issued by the Department during the previous year and instructions concerning how the public may 26

obtain copies of these materials from the Department. 1 (Source: P.A. 97-464, eff. 10-15-11.) 2 3 (20 ILCS 1605/9.1) Sec. 9.1. Private manager and management agreement. 4 (a) As used in this Section: 5 "Offeror" means a person or group of persons that responds 6 to a request for qualifications under this Section. 7 8 "Request for qualifications" means all materials and 9 documents prepared by the Department to solicit the following from offerors: 10 (1) Statements of qualifications. 11 12 (2) Proposals to enter into a management agreement, 13 including the identity of any prospective vendor or 14 vendors that the offeror intends to initially engage to 15 assist the offeror in performing its obligations under the 16 management agreement. "Final offer" means the last proposal submitted by an 17 18 offeror in response to the request for qualifications, 19 including the identity of any prospective vendor or vendors that the offeror intends to initially engage to assist the 20 21 offeror in performing its obligations under the management 22 agreement.

23 "Final offeror" means the offeror ultimately selected by 24 the Governor to be the private manager for the Lottery under 25 subsection (h) of this Section.

(b) (Blank). By September 15, 2010, the Governor shall 1 select a private manager for the total management of the 2 Lottery with integrated functions, such as lottery game 3 4 design, supply of goods and services, and advertising and as 5 specified in this Section.

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6 (c) (Blank). Pursuant to the terms of this subsection, the Department shall endeavor to expeditiously terminate the 7 existing contracts in support of the Lottery in effect on July 8 13, 2009 (the effective date of Public Act 96-37) in 9 10 connection with the selection of the private manager. As part 11 of its obligation to terminate these contracts and select the private manager, the Department shall establish a mutually 12 agreeable timetable to transfer the functions of existing 13 contractors to the private manager so that existing Lottery 14 15 operations are not materially diminished or impaired during 16 the transition. To that end, the Department shall do the following: 17

18 (1) where such contracts contain a provision 19 authorizing termination upon notice, the Department shall 20 provide notice of termination to occur upon the mutually agreed timetable for transfer of functions; 21

22 (2) upon the expiration of any initial term or renewal 23 term of the current Lottery contracts, the Department 24 shall not renew such contract for a term extending beyond 25 the mutually agreed timetable for transfer of functions; <del>or</del>

26

1 (3) in the event any current contract provides for 2 termination of that contract upon the implementation of a 3 contract with the private manager, the Department shall 4 perform all necessary actions to terminate the contract on 5 the date that coincides with the mutually agreed timetable 6 for transfer of functions.

7 If the contracts to support the current operation of the 8 Lottery in effect on July 13, 2009 (the effective date of 9 Public Act 96-34) are not subject to termination as provided 10 for in this subsection (c), then the Department may include a 11 provision in the contract with the private manager specifying 12 a mutually agreeable methodology for incorporation.

13 (c-5) The Department shall include provisions in the management agreement whereby the private manager shall, for a 14 15 fee, and pursuant to a contract negotiated with the Department 16 (the "Employee Use Contract"), utilize the services of current Department employees to assist in the administration and 17 operation of the Lottery. The Department shall be the employer 18 of all such bargaining unit employees assigned to perform such 19 20 work for the private manager, and such employees shall be State employees, as defined by the Personnel Code. Department 21 22 employees shall operate under the same employment policies, rules, regulations, and procedures, as other employees of the 23 24 Department. In addition, neither historical representation 25 rights under the Illinois Public Labor Relations Act, nor existing collective bargaining agreements, shall be disturbed 26

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1 by the management agreement with the private manager for the 2 management of the Lottery. 3 (d) The management agreement with the private manager 4 shall include all of the following: 5 (1) A term not to exceed 10 years, including any renewals. 6 (2) A provision specifying that the Department: 7 8 (A) shall exercise actual control over all 9 significant business decisions; 10 (A-5) has the authority to direct or countermand 11 operating decisions by the private manager at any time: 12 13 (B) has ready access at any time to information 14 regarding Lottery operations; 15 has the right to demand and receive (C) 16 information from the private manager concerning any aspect of the Lottery operations at any time; and 17 18 (D) retains ownership of all trade names, 19 trademarks, and intellectual property associated with 20 the Lottery. (3) A provision imposing an affirmative duty on the 21 22 private manager to provide the Department with material 23 information and with any information the private manager 24 reasonably believes the Department would want to know to

26 (4) A provision requiring the private manager to

enable the Department to conduct the Lottery.

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provide the Department with advance notice of any operating decision that bears significantly on the public interest, including, but not limited to, decisions on the kinds of games to be offered to the public and decisions affecting the relative risk and reward of the games being offered, so the Department has a reasonable opportunity to evaluate and countermand that decision.

8 (5) A provision providing for compensation of the 9 private manager that may consist of, among other things, a 10 fee for services and a performance based bonus as 11 consideration for managing the Lottery, including terms 12 that may provide the private manager with an increase in 13 compensation if Lottery revenues grow by a specified 14 percentage in a given year.

15

(6) (Blank).

16 (7) A provision requiring the deposit of all Lottery
17 proceeds to be deposited into the State Lottery Fund
18 except as otherwise provided in Section 20 of this Act.

19 (8) A provision requiring the private manager to
 20 locate its principal office within the State.

21 (8-5) A provision encouraging that, pursuant to
22 Section 4 of the Business Enterprise for Minorities,
23 Women, and Persons with Disabilities Act, at least 20% of
24 the cost of contracts entered into for goods and services
25 by the private manager in connection with its management
26 of the Lottery, other than contracts with sales agents or

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technical advisors, be awarded to businesses that are a minority-owned business, a women-owned business, or a business owned by a person with disability, as those terms are defined in the Business Enterprise for Minorities, Women, and Persons with Disabilities Act.

6 (9) A requirement that so long as the private manager 7 complies with all the conditions of the agreement under 8 the oversight of the Department, the private manager shall 9 have the following duties and obligations with respect to 10 the management of the Lottery:

11 (A) The right to use equipment and other assets12 used in the operation of the Lottery.

(B) The rights and obligations under contractswith retailers and vendors.

15 (C) The implementation of a comprehensive security16 program by the private manager.

17 (D) The implementation of a comprehensive system18 of internal audits.

(E) The implementation of a program by the private
manager to curb compulsive gambling by persons playing
the Lottery.

(F) A system for determining (i) the type of Lottery games, (ii) the method of selecting winning tickets, (iii) the manner of payment of prizes to holders of winning tickets, (iv) the frequency of drawings of winning tickets, (v) the method to be used

in selling tickets, (vi) a system for verifying the
 validity of tickets claimed to be winning tickets,
 (vii) the basis upon which retailer commissions are
 established by the manager, and (viii) minimum
 payouts.

6 (10) A requirement that advertising and promotion must 7 be consistent with Section 7.8a of this Act.

8 (11) A requirement that the private manager market the 9 Lottery to those residents who are new, infrequent, or 10 lapsed players of the Lottery, especially those who are 11 most likely to make regular purchases on the Internet as 12 permitted by law.

13 (12) A code of ethics for the private manager's14 officers and employees.

15 (13) A requirement that the Department monitor and 16 oversee the private manager's practices and take action that the Department considers appropriate to ensure that 17 18 the private manager is in compliance with the terms of the 19 management agreement, while allowing the manager, unless 20 specifically prohibited by law or the management 21 agreement, to negotiate and sign its own contracts with 22 vendors.

(14) A provision requiring the private manager to
periodically file, at least on an annual basis,
appropriate financial statements in a form and manner
acceptable to the Department.

(15) Cash reserves requirements. 1 2 (16) Procedural requirements for obtaining the prior 3 approval of the Department when a management agreement or 4 an interest in a management agreement is sold, assigned, 5 transferred, or pledged as collateral to secure financing. (17) Grounds for the termination of the management 6 7 agreement by the Department or the private manager. 8 (18) Procedures for amendment of the agreement. 9 (19) A provision requiring the private manager to 10 engage in an open and competitive bidding process for any 11 procurement having a cost in excess of the small purchase limits under Section 20-20 of the Illinois Procurement 12 13 Code \$50,000 that is not a part of the private manager's 14 final offer. The process shall favor the selection of a 15 vendor deemed to have submitted a proposal that provides

16 the Lottery with the best overall value. The process shall 17 not be subject to the provisions of the Illinois 18 Procurement Code, unless specifically required by the 19 management agreement.

20 (20) The transition of rights and obligations, 21 including any associated equipment or other assets used in 22 the operation of the Lottery, from the manager to any 23 successor manager of the <u>Lottery</u> <del>lottery</del>, including the 24 Department, following the termination of or foreclosure 25 upon the management agreement.

26

(21) Right of use of copyrights, trademarks, and

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service marks held by the Department in the name of the State. The agreement must provide that any use of them by the manager shall only be for the purpose of fulfilling its obligations under the management agreement during the term of the agreement.

6 (22) The disclosure of any information requested by 7 the Department to enable it to comply with the reporting 8 requirements and information requests provided for under 9 subsection (p) of this Section.

10 (e) Notwithstanding any other law to the contrary, the 11 Department shall select a private manager through a 12 competitive request for qualifications process consistent with 13 Section 20-35 of the Illinois Procurement Code, which shall 14 take into account:

(1) the offeror's ability to market the Lottery to
those residents who are new, infrequent, or lapsed players
of the Lottery, especially those who are most likely to
make regular purchases on the Internet;

(2) the offeror's ability to address the State's
concern with the social effects of gambling on those who
can least afford to do so;

(3) the offeror's ability to provide the most
successful management of the Lottery for the benefit of
the people of the State based on current and past business
practices or plans of the offeror; and

26

(4) the offeror's poor or inadequate past performance

in servicing, equipping, operating or managing a lottery on behalf of Illinois, another <u>state</u>, <del>State</del> or <u>a</u> foreign government and attracting persons who are not currently regular players of a lottery.

5 (f) The Department may retain the services of an advisor or advisors with significant experience in financial services 6 the management, operation, and procurement of goods, 7 or services, and equipment for a government-run lottery to assist 8 9 in the preparation of the terms of the request for 10 qualifications and selection of the private manager. Any 11 prospective advisor seeking to provide services under this shall disclose any material business or 12 subsection (f) financial relationship during the past 3 years with any 13 14 potential offeror, or with a contractor or subcontractor 15 presently providing goods, services, or equipment to the 16 Department to support the Lottery. The Department shall evaluate the material business or financial relationship of 17 each prospective advisor. The Department shall not select any 18 prospective advisor with a substantial business or financial 19 20 relationship that the Department deems to impair the 21 objectivity of the services to be provided by the prospective 22 advisor. During the course of the advisor's engagement by the 23 Department, and for a period of one year thereafter, the 24 advisor shall not enter into any business or financial 25 relationship with any offeror or any vendor identified to assist an offeror in performing its obligations under the 26

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1 management agreement. Any advisor retained by the Department shall be disgualified from being an offeror. The Department 2 3 shall not include terms in the request for qualifications that 4 provide a material advantage whether directly or indirectly to 5 any potential offeror, or any contractor or subcontractor presently providing goods, services, or equipment to the 6 Department to support the Lottery, including terms contained 7 for proposals 8 in previous responses to requests or 9 qualifications submitted to Illinois, another state, State or 10 a foreign government when those terms are uniquely associated 11 with particular potential offeror, contractor, а or subcontractor. The request for proposals offered by the 12 Department on December 22, 2008 as "LOT08GAMESYS" and 13 reference number "22016176" is declared void. 14

(g) The Department shall select at least 2 offerors as finalists to potentially serve as the private manager no later than August 9, 2010. Upon making preliminary selections, the Department shall schedule a public hearing on the finalists' proposals and provide public notice of the hearing at least 7 calendar days before the hearing. The notice must include all of the following:

22

(1) The date, time, and place of the hearing.

23

(2) The subject matter of the hearing.

24 (3) A brief description of the management agreement to25 be awarded.

26 (4) The identity of the offerors that have been

1

selected as finalists to serve as the private manager.

2 (5) The address and telephone number of the
 3 Department.

4 At the public hearing, the Department shall (i) (h) 5 provide sufficient time for each finalist to present and explain its proposal to the Department and the Governor or the 6 Governor's designee, including an opportunity to respond to 7 questions posed by the Department, Governor, or designee and 8 9 (ii) allow the public and non-selected offerors to comment on 10 the presentations. The Governor or a designee shall attend the 11 public hearing. After the public hearing, the Department shall have 14 calendar days to recommend to the Governor whether a 12 13 management agreement should be entered into with a particular 14 finalist. After reviewing the Department's recommendation, the 15 Governor may accept or reject the Department's recommendation, 16 and shall select a final offeror as the private manager by publication of a notice in the Illinois Procurement Bulletin 17 on or before September 15, 2010. The Governor shall include in 18 19 the notice a detailed explanation and the reasons why the 20 final offeror is superior to other offerors and will provide management services in a manner that best achieves the 21 22 objectives of this Section. The Governor shall also sign the 23 management agreement with the private manager.

(i) Any action to contest the private manager selected by
 the Governor under this Section must be brought within 7
 calendar days after the publication of the notice of the

1 designation of the private manager as provided in subsection 2 (h) of this Section.

3 (j) The Lottery shall remain, for so long as a private 4 manager manages the Lottery in accordance with provisions of 5 this Act, a Lottery conducted by the State, and the State shall 6 not be authorized to sell or transfer the Lottery to a third 7 party.

8 (k) Any tangible personal property used exclusively in 9 connection with the lottery that is owned by the Department 10 and leased to the private manager shall be owned by the 11 Department in the name of the State and shall be considered to 12 be public property devoted to an essential public and 13 governmental function.

(1) The Department may exercise any of its powers under this Section or any other law as necessary or desirable for the execution of the Department's powers under this Section.

(m) Neither this Section nor any management agreement entered into under this Section prohibits the General Assembly from authorizing forms of gambling that are not in direct competition with the Lottery. The forms of gambling authorized by Public Act 101-31 constitute authorized forms of gambling that are not in direct competition with the Lottery.

(n) The private manager shall be subject to a complete investigation in the third, seventh, and tenth years of the agreement (if the agreement is for a 10-year term) by the Department in cooperation with the Auditor General to determine whether the private manager has complied with this Section and the management agreement. The private manager shall bear the cost of an investigation or reinvestigation of the private manager under this subsection.

5 (o) The powers conferred by this Section are in addition and supplemental to the powers conferred by any other law. If 6 any other law or rule is inconsistent with this Section, 7 including, but not limited to, provisions of the Illinois 8 9 Procurement Code, then this Section controls as to any 10 management agreement entered into under this Section. This 11 Section and any rules adopted under this Section contain full and complete authority for a management agreement between the 12 13 Department and a private manager. No law, procedure, 14 proceeding, publication, notice, consent, approval, order, or 15 act by the Department or any other officer, Department, 16 agency, or instrumentality of the State or any political 17 subdivision is required for the Department to enter into a management agreement under this Section. This Section contains 18 19 full and complete authority for the Department to approve any 20 contracts entered into by a private manager with a vendor 21 providing goods, services, or both goods and services to the 22 private manager under the terms of the management agreement, 23 including subcontractors of such vendors.

24 Upon receipt of a written request from the Chief 25 Procurement Officer, the Department shall provide to the Chief 26 Procurement Officer a complete and un-redacted copy of the 10300SB0327ham001 -78- LRB103 05799 LNS 73874 a

1 management agreement or any contract that is subject to the Department's approval authority under this subsection (o). The 2 3 Department shall provide a copy of the agreement or contract 4 to the Chief Procurement Officer in the time specified by the 5 Chief Procurement Officer in his or her written request, but no later than 5 business days after the request is received by 6 the Department. The Chief Procurement Officer must retain any 7 8 portions of the management agreement or of any contract 9 designated by the Department as confidential, proprietary, or 10 trade secret information in complete confidence pursuant to 11 subsection (g) of Section 7 of the Freedom of Information Act. The Department shall also provide the Chief Procurement 12 13 Officer with reasonable advance written notice of any contract 14 that is pending Department approval.

15 Notwithstanding any other provision of this Section to the 16 Chief Procurement Officer shall contrary, the adopt 17 administrative rules, including emergency rules, to establish 18 a procurement process to select a successor private manager if 19 a private management agreement has been terminated. The 20 selection process shall at a minimum take into account the 21 criteria set forth in items (1) through (4) of subsection (e) 22 of this Section and may include provisions consistent with subsections (f), (g), (h), and (i) of this Section. The Chief 23 24 Procurement Officer shall also implement and administer the 25 adopted selection process upon the termination of a private 26 management agreement. The Department, after the Chief Procurement Officer certifies that the procurement process has been followed in accordance with the rules adopted under this subsection (o), shall select a final offeror as the private manager and sign the management agreement with the private manager.

6 Through June 30, 2022, except as provided in Sections 7 21.5, 21.6, 21.7, 21.8, 21.9, 21.10, 21.11, 21.12, and 21.13 8 of this Act and Section 25-70 of the Sports Wagering Act, the 9 Department shall distribute all proceeds of lottery tickets 10 and shares sold in the following priority and manner:

11

(1) The payment of prizes and retailer bonuses.

12 (2) The payment of costs incurred in the operation and 13 administration of the Lottery, including the payment of 14 sums due to the private manager under the management 15 agreement with the Department.

(3) On the last day of each month or as soon thereafter
as possible, the State Comptroller shall direct and the
State Treasurer shall transfer from the State Lottery Fund
to the Common School Fund an amount that is equal to the
proceeds transferred in the corresponding month of fiscal
year 2009, as adjusted for inflation, to the Common School
Fund.

(4) On or before September 30 of each fiscal year,
deposit any estimated remaining proceeds from the prior
fiscal year, subject to payments under items (1), (2), and
(3), into the Capital Projects Fund. Beginning in fiscal

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year 2019, the amount deposited shall be increased or decreased each year by the amount the estimated payment differs from the amount determined from each year-end financial audit. Only remaining net deficits from prior fiscal years may reduce the requirement to deposit these funds, as determined by the annual financial audit.

Beginning July 1, 2022, the Department shall distribute all proceeds of lottery tickets and shares sold in the manner and priority described in Section 9.3 of this Act, except that the Department shall make the deposit into the Capital Projects Fund that would have occurred under item (4) of this subsection (o) on or before September 30, 2022, but for the changes made to this subsection by Public Act 102-699.

14 (p) The Department shall be subject to the following 15 reporting and information request requirements:

16 (1) the Department shall submit written quarterly 17 reports to the Governor and the General Assembly on the 18 activities and actions of the private manager selected 19 under this Section;

20 (2) upon request of the Chief Procurement Officer, the 21 Department shall promptly produce information related to 22 the procurement activities of the Department and the 23 private manager requested by the Chief Procurement 24 Officer; the Chief Procurement Officer must retain 25 confidential, proprietary, or trade secret information 26 designated by the Department in complete confidence

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pursuant to subsection (g) of Section 7 of the Freedom of Information Act; and

3 (3) at least 30 days prior to the beginning of the 4 Department's fiscal year, the Department shall prepare an 5 annual written report on the activities of the private 6 manager selected under this Section and deliver that 7 report to the Governor and General Assembly.

8 (Source: P.A. 101-31, eff. 6-28-19; 101-81, eff. 7-12-19;
9 101-561, eff. 8-23-19; 102-558, eff. 8-20-21; 102-699, eff.
10 4-19-22; 102-1115, eff. 1-9-23.)

11 (20 ILCS 1605/10.1) (from Ch. 120, par. 1160.1)

Sec. 10.1. The following are ineligible for any license under this Act:

(a) any person who has been convicted of a felony;

(b) any person who is or has been a professionalgambler or gambling promoter;

17 (c) any person who has engaged in bookmaking or other18 forms of illegal gambling;

(d) any person who is not of good character and
 reputation in the community in which he resides;

(e) any person who has been found guilty of any fraud
or misrepresentation in any connection;

(f) any firm or corporation in which a person defined
in <u>item</u> (a), (b), (c), (d), or (e) has a proprietary,
equitable or credit interest of 5% or more;-

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1 (g) any organization in which a person defined in item (a), (b), (c), (d), or (e) is an officer, director, or 2 3 managing agent, whether compensated or not; and 4 (h) any organization in which a person defined in item 5  $\frac{(a)_{I}}{(b)_{I}}$   $(c)_{I}$   $\frac{(d)_{I}}{(c)_{I}}$  or (e) is to participate in the management or sales of lottery tickets or shares. 6 7 However, with respect to persons defined in (a), the 8 Department may grant any such person a license under this Act 9 when: 10 (1) at least 10 years have elapsed since the date when the sentence for the most recent such conviction was 11 12 satisfactorily completed; 13 (2) the applicant has no history of criminal activity 14 subsequent to such conviction; 15 (3) the applicant has complied with all conditions of 16 probation, conditional discharge, supervision, parole, or 17 mandatory supervised release; and 18 (4) the applicant presents at least 3 letters of 19 recommendation from responsible citizens in his community 20 who personally can attest that the character and attitude 21 of the applicant indicate that he is unlikely to commit another crime. 22 The Department may revoke, without notice or a hearing, 23 24 the license of any agent who violates this Act or any rule or 25 regulation promulgated pursuant to this Act. However, if the

Department does revoke a license without notice and an

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1	opportunity for a hearing, the Department shall, by
2	appropriate notice, afford the person whose license has been
3	revoked an opportunity for a hearing within 30 days after the
4	revocation order has been issued. As a result of any such
5	hearing, the Department may confirm its action in revoking the
6	license, or it may order the restoration of such license.
7	(Source: P.A. 97-464, eff. 10-15-11.)
8	(20 ILCS 1605/10.6) (from Ch. 120, par. 1160.6)

9 Sec. 10.6. Information on odds of winning. The Department shall make an effort to more directly inform players of the 10 odds of winning prizes by publishing the information for all 11 games on the Department's public website. 12 This effort shall include, at a minimum, that the Department require all ticket 13 14 agents to display a placard stating the odds of winning 15 each game offered by that agent.

16 (Source: P.A. 97-464, eff. 10-15-11.)

17 (20 ILCS 1605/19) (from Ch. 120, par. 1169)

18 Sec. 19. <u>Period for claiming prizes.</u> The Department shall 19 establish an appropriate period for the claiming of prizes for 20 each lottery game offered. Each claim period shall be stated 21 in game rules and written play instructions issued by the 22 Director in accordance with Section 7.1 of this Act. Written 23 play instructions shall be made available <u>on the Department's</u> 24 public website or by the Department by request to all players 10300SB0327ham001 -84- LRB103 05799 LNS 73874 a

1 through sales agents licensed to sell game tickets shares Prizes for lottery games which involve the purchase of a 2 3 physical lottery ticket may be claimed only by presentation of 4 a valid winning lottery ticket that matches validation records 5 on file with the Lottery; no claim may be honored which is based on the assertion that the ticket was lost or stolen. No 6 lottery ticket which has been altered, mutilated, or fails to 7 8 pass validation tests shall be deemed to be a winning ticket.

9 If no claim is made for the money within the established 10 claim period, the prize may be included in the prize pool of 11 such special drawing or drawings as the Department may, from time to time, designate. Unclaimed multi-state game prize 12 13 money may be included in the multi-state prize pool for such 14 special drawing or drawings as the multi-state game directors 15 may, from time to time, designate. Any bonuses offered by the 16 Department to sales agents who sell winning tickets or shares shall be payable to such agents regardless of whether or not 17 18 the prize money on the ticket or share is claimed, provided that the agent can be identified as the vendor of the winning 19 20 ticket or share, and that the winning ticket or share was sold on or after January 1, 1984. All unclaimed prize money not 21 included in the prize pool of a special drawing shall be 22 transferred to the Common School Fund. 23

24 (Source: P.A. 97-464, eff. 10-15-11; 98-499, eff. 8-16-13.)

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(20 ILCS 1605/20) (from Ch. 120, par. 1170)

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Sec. 20. State Lottery Fund.

(a) There is created in the State Treasury a special fund 2 3 to be known as the State Lottery Fund. Such fund shall consist 4 of all revenues received from (1) the sale of lottery tickets 5 or shares, (net of commissions, fees representing those expenses that are directly proportionate to the sale of 6 tickets or shares at the agent location, and prizes of <del>less</del> 7 than \$600 or less which have been validly paid at the agent 8 9 level), (2) application fees, and (3) all other sources 10 including moneys credited or transferred thereto from any 11 other fund or source pursuant to law. Interest earnings of the State Lottery Fund shall be credited to the Common School 12 13 Fund.

14 (a-5) The receipt and distribution of moneys under Section15 21.4 of this Act shall be in accordance with Section 21.4.

(b) The receipt and distribution of moneys under Section21.5 of this Law shall be in accordance with Section 21.5.

18 (c) The receipt and distribution of moneys under Section19 21.6 of this Law shall be in accordance with Section 21.6.

20 (d) The receipt and distribution of moneys under Section
21 21.7 of this Law shall be in accordance with Section 21.7.

(e) The receipt and distribution of moneys under Section
21.8 of this Law shall be in accordance with Section 21.8.
(f) The receipt and distribution of moneys under Section
21.9 of this Law shall be in accordance with Section 21.9.
(q) The receipt and distribution of moneys under Section

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1 21.10 of this Law shall be in accordance with Section 21.10. (h) The receipt and distribution of moneys under Section 2 21.11 of this Law shall be in accordance with Section 21.11. 3 4 (i) (Blank). 5 (j) The receipt and distribution of moneys under Section 21.13 of this Law shall be in accordance with Section 21.13. 6 (k) The receipt and distribution of moneys under Section 7 8 25-70 of the Sports Wagering Act shall be in accordance with 9 Section 25-70 of the Sports Wagering Act. 10 (1) The receipt and distribution of moneys under Section 21.15 of this Law shall be in accordance with Section 21.15. 11 (m) The receipt and distribution of moneys under Section 12 13 21.16 of this Law shall be in accordance with Section 21.16. (Source: P.A. 102-16, eff. 6-17-21; 103-381, eff. 7-28-23.) 14 15 (20 ILCS 1605/20.1) (from Ch. 120, par. 1170.1) 16 Sec. 20.1. Department account. (a) The Department is authorized to pay validated prizes 17 up to \$25,000 from funds held by the Department in an account 18 19 separate and apart from all public moneys of the State. Moneys 20 in this account shall be administered by the Director 21 exclusively for the purposes of issuing payments to prize 22 winners authorized by this Section. Moneys in this account shall be deposited by the Department into the Public 23 24 Treasurers' Investment Pool established under Section 17 of 25 the State Treasurer Act. The Department shall submit vouchers

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1 from time to time as needed for reimbursement of this account 2 from moneys appropriated for prizes from the State Lottery Fund. Investment income earned from this account shall be 3 4 deposited monthly by the Department into the Common School 5 Fund. The Department shall file quarterly fiscal reports 6 specifying the activity of this account as required under Section 16 of the State Comptroller Act, and shall file 7 quarterly with the General Assembly, the Auditor General, the 8 9 Comptroller, and the State Treasurer a report indicating the 10 costs associated with this activity.

11 The Department is authorized to enter (b) into an interagency agreement with the Office of the Comptroller or 12 13 any other State agency to establish responsibilities, duties, 14 and procedures for complying with the Comptroller's Offset 15 System under Section 10.05 of the State Comptroller Act. All 16 federal and State tax reporting and withholding requirements relating to prize winners under this Section shall be the 17 18 responsibility of the Department. Moneys from this account may 19 not be used to pay amounts to deferred prize winners. Moneys 20 may not be transferred from the State Lottery Fund to this 21 account for payment of prizes under this Section until 22 procedures are implemented to comply with the Comptroller's 23 Offset System and sufficient internal controls are in place to 24 validate prizes.

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(Source: P.A. 97-464, eff. 10-15-11; 98-499, eff. 8-16-13.)

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(20 ILCS 1605/24) (from Ch. 120, par. 1174)
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Sec. 24. <u>Preaudits and post-audits.</u> The State Comptroller shall conduct a preaudit of all accounts and transactions of the Department in connection with the operation of the State Lottery under the State Comptroller Act, excluding payments issued by the Department for prizes of \$25,000 or less.

The Auditor General or a certified public accountant firm 7 8 appointed by him shall conduct an annual post-audit of all 9 accounts and transactions of the Department in connection with 10 the operation of the State Lottery and other special post 11 audits the Auditor General, the Legislative Audit as Commission, or the General Assembly deems necessary. The 12 13 annual post-audits shall include payments made by lottery sales agents of prizes of <del>less than</del> \$600 or less authorized 14 15 under Section 20, and payments made by the Department of 16 prizes up to \$25,000 authorized under Section 20.1. The Auditor General or his agent conducting an audit under this 17 Act shall have access and authority to examine any and all 18 19 records of the Department or the Board, its distributing 20 agents and its licensees.

21 (Source: P.A. 94-776, eff. 5-19-06.)

22 (20 ILCS 1605/27) (from Ch. 120, par. 1177)

23 Sec. 27. <u>Contracts to perform financial functions of</u> 24 <u>lottery.</u>

25 (a) The <u>Department may</u> State Treasurer may, with the

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1 consent of the Director, contract with any person or corporation, including, without limitation, a bank, banking 2 house, trust company, or investment banking firm, to perform 3 4 such financial functions, activities, or services in 5 connection with operation of the lottery. The State Treasurer may, with the consent of the Director, act as an agent of the 6 Department to perform the financial functions as the Director 7 8 may prescribe as the State Treasurer and the Director may 9 prescribe.

10 (b) All proceeds from investments made pursuant to 11 contracts executed by the Department or the State Treasurer, with the consent of the Director, to perform financial 12 13 functions, activities, or services in connection with 14 operation of the lottery, shall be deposited and held by the 15 State Treasurer as ex officio custodian thereof, separate and 16 apart from all public money or funds of this State in a special trust fund outside the State treasury. Such trust fund shall 17 18 be known as the "Deferred Lottery Prize Winners Trust Fund", 19 and shall be administered by the Director.

The Director shall, at such times and in such amounts as shall be necessary, prepare and send to the State Comptroller vouchers requesting payment from the Deferred Lottery Prize Winners Trust Fund to deferred prize winners, in a manner that will insure the timely payment of such amounts owed.

This Act shall constitute an irrevocable appropriation of all amounts necessary for that purpose, and the irrevocable and continuing authority for and direction to the Director and
 the State Treasurer to make the necessary payments out of such
 trust fund for that purpose.

4 (c) Moneys invested pursuant to subsection (a) of this 5 Section may be invested only in bonds, notes, certificates of indebtedness, treasury bills, or other securities constituting 6 direct obligations of the United States of America and all 7 8 securities or obligations the prompt payment of principal and interest of which is guaranteed by a pledge of the full faith 9 10 and credit of the United States of America. Interest earnings 11 on moneys in the Deferred Lottery Prize Winners Trust Fund shall remain in such fund and be used to pay the winners of 12 13 lottery prizes deferred as to payment until such obligations 14 are discharged. Proceeds from bonds purchased and interest 15 accumulated as a result of a grand prize multi-state game 16 ticket that goes unclaimed will be transferred after the 17 termination of the relevant claim period directly from the 18 lottery's Deferred Lottery Prize Winners Trust Fund to each 19 respective multi-state partner state according to its 20 contribution ratio.

(c-5) If a deferred lottery prize is not claimed within the claim period established by game rule, then the securities or other instruments purchased to fund the prize shall be liquidated and the liquidated amount shall be transferred to the State Lottery Fund for disposition pursuant to Section 19 of this Act. 10300SB0327ham001 -91- LRB103 05799 LNS 73874 a

1 (c-10) The Director may use a portion of the moneys in the Deferred Lottery Prize Winners Trust Fund to purchase bonds to 2 3 pay a lifetime prize if the prize duration exceeds the length 4 of available securities. If the winner of a lifetime prize 5 exceeds his or her life expectancy as determined using actuarial assumptions and the securities or moneys set aside 6 to pay the prize have been exhausted, moneys in the State 7 8 Lottery Fund shall be used to make payments to the winner for 9 the duration of the winner's life.

10 (c-15) From time to time, the Director may request that 11 the State Comptroller transfer any excess moneys in the 12 Deferred Lottery Prize Winners Trust Fund to the State Lottery 13 Fund.

(d) This amendatory Act of 1985 shall be construed
liberally to effect the purposes of the Illinois Lottery Law.
(Source: P.A. 97-464, eff. 10-15-11; 98-463, eff. 8-16-13;
98-499, eff. 8-16-13.)

18 Section 35. The Illinois Horse Racing Act of 1975 is 19 amended by changing Sections 26, 27, 28.1, and 31.1 as 20 follows:

21 (230 ILCS 5/26) (from Ch. 8, par. 37-26)

22 Sec. 26. Wagering.

(a) Any licensee may conduct and supervise the pari-mutuel
 system of wagering, as defined in Section 3.12 of this Act, on

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1 horse races conducted by an Illinois organization licensee or conducted at a racetrack located in another state or country 2 in accordance with subsection (g) of Section 26 of this Act. 3 4 Subject to the prior consent of the Board, licensees may 5 supplement any pari-mutuel pool in order to guarantee a minimum distribution. Such pari-mutuel method of wagering 6 shall not, under any circumstances if conducted under the 7 8 provisions of this Act, be held or construed to be unlawful, 9 other statutes of this State to the contrary notwithstanding. 10 Subject to rules for advance wagering promulgated by the 11 Board, any licensee may accept wagers in advance of the day the 12 race wagered upon occurs.

13 (b) Except for those gaming activities for which a license 14 is obtained and authorized under the Illinois Lottery Law, the 15 Charitable Games Act, the Raffles and Poker Runs Act, or the 16 Illinois Gambling Act, no other method of betting, pool 17 making, wagering, or gambling shall be used or permitted by 18 the licensee. Each licensee may retain, subject to the payment of all applicable taxes and purses, an amount not to exceed 17% 19 20 of all money wagered under subsection (a) of this Section, 21 except as may otherwise be permitted under this Act.

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

3 (c) (Blank).

4 (c-5)The sum held by any licensee for payment of 5 outstanding pari-mutuel tickets, if unclaimed prior to December 31 of the next year, shall be retained by the licensee 6 for payment of such tickets until that date. Within 10 days 7 8 thereafter, the balance of such sum remaining unclaimed, less 9 any uncashed supplements contributed by such licensee for the 10 guaranteeing minimum distributions of purpose of any 11 pari-mutuel pool, shall be evenly distributed to the purse account of the organization licensee and the organization 12 13 licensee, except that the balance of the sum of all 14 outstanding pari-mutuel tickets generated from simulcast 15 wagering and inter-track wagering by an organization licensee 16 located in a county with a population in excess of 230,000 and borders the Mississippi River or any licensee that derives its 17 license from that organization licensee shall be evenly 18 19 distributed to the purse account of the organization licensee 20 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.

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(e) No licensee shall knowingly permit any minor, other

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1 than an employee of such licensee or an owner, trainer, jockey, driver, or employee thereof, to be admitted during a 2 3 racing program unless accompanied by a parent or guardian, or 4 any minor to be a patron of the pari-mutuel system of wagering 5 conducted or supervised by it. The admission of any unaccompanied minor, other than an employee of the licensee or 6 an owner, trainer, jockey, driver, or employee thereof at a 7 race track is a Class C misdemeanor. 8

9 (f) Notwithstanding the other provisions of this Act, an 10 organization licensee may contract with an entity in another 11 state or country to permit any legal wagering entity in another state or country to accept wagers solely within such 12 other state or country on races conducted by the organization 13 14 licensee in this State. Beginning January 1, 2000, these 15 wagers shall not be subject to State taxation. Until January 16 1, 2000, when the out-of-State entity conducts a pari-mutuel pool separate from the organization licensee, a privilege tax 17 equal to 7 1/2% of all monies received by the organization 18 licensee from entities in other states or countries pursuant 19 20 to such contracts is imposed on the organization licensee, and such privilege tax shall be remitted to the Department of 21 22 Revenue within 48 hours of receipt of the moneys from the 23 simulcast. When the out-of-State entity conducts a combined 24 pari-mutuel pool with the organization licensee, the tax shall 25 be 10% of all monies received by the organization licensee 26 with 25% of the receipts from this 10% tax to be distributed to

1 the county in which the race was conducted.

2 An organization licensee may permit one or more of its 3 races to be utilized for pari-mutuel wagering at one or more 4 locations in other states and may transmit audio and visual 5 signals of races the organization licensee conducts to one or more locations outside the State or country and may also 6 permit pari-mutuel pools in other states or countries to be 7 8 combined with its gross or net wagering pools or with wagering 9 pools established by other states.

10 (q) A host track may accept interstate simulcast wagers on 11 horse races conducted in other states or countries and shall control the number of signals and types of breeds of racing in 12 its simulcast program, subject to the disapproval of the 13 14 Board. The Board may prohibit a simulcast program only if it 15 finds that the simulcast program is clearly adverse to the 16 integrity of racing. The host track simulcast program shall include the signal of live racing of all organization 17 18 licensees. All non-host licensees and advance deposit wagering licensees shall carry the signal of and accept wagers on live 19 20 racing of all organization licensees. Advance deposit wagering 21 licensees shall not be permitted to accept out-of-state wagers 22 on any Illinois signal provided pursuant to this Section 23 without the approval and consent of the organization licensee 24 providing the signal. For one year after August 15, 2014 (the 25 effective date of Public Act 98-968), non-host licensees may 26 carry the host track simulcast program and shall accept wagers

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1 on all races included as part of the simulcast program of horse races conducted at race tracks located within North America 2 upon which wagering is permitted. For a period of one year 3 4 after August 15, 2014 (the effective date of Public Act 5 98-968), on horse races conducted at race tracks located outside of North America, non-host licensees may accept wagers 6 on all races included as part of the simulcast program upon 7 which wagering is permitted. Beginning August 15, 2015 (one 8 9 year after the effective date of Public Act 98-968), non-host 10 licensees may carry the host track simulcast program and shall 11 accept wagers on all races included as part of the simulcast program upon which wagering is permitted. All organization 12 13 licensees shall provide their live signal to all advance deposit wagering licensees for a simulcast commission fee not 14 15 to exceed 6% of the advance deposit wagering licensee's 16 Illinois handle on the organization licensee's signal without prior approval by the Board. The Board may adopt rules under 17 which it may permit simulcast commission fees in excess of 6%. 18 19 The Board shall adopt rules limiting the interstate commission 20 fees charged to an advance deposit wagering licensee. The 21 Board shall adopt rules regarding advance deposit wagering on 22 interstate simulcast races that shall reflect, among other 23 things, the General Assembly's desire to maximize revenues to 24 the State, horsemen purses, and organization licensees. 25 However, organization licensees providing live signals 26 pursuant to the requirements of this subsection (q) may

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1 petition the Board to withhold their live signals from an advance deposit wagering licensee if the organization licensee 2 3 discovers and the Board finds reputable or credible 4 information that the advance deposit wagering licensee is 5 under investigation by another state or federal governmental agency, the advance deposit wagering licensee's license has 6 been suspended in another state, or the advance deposit 7 8 wagering licensee's license is in revocation proceedings in 9 another state. The organization licensee's provision of their 10 live signal to an advance deposit wagering licensee under this 11 subsection (g) pertains to wagers placed from within Illinois. Advance deposit wagering licensees may place advance deposit 12 13 wagering terminals at wagering facilities as a convenience to 14 customers. The advance deposit wagering licensee shall not 15 charge or collect any fee from purses for the placement of the 16 advance deposit wagering terminals. The costs and expenses of track and non-host licensees associated with 17 the host interstate simulcast wagering, other than the interstate 18 commission fee, shall be borne by the host track and all 19 20 non-host licensees incurring these costs. The interstate commission fee shall not exceed 5% of Illinois handle on the 21 22 interstate simulcast race or races without prior approval of 23 the Board. The Board shall promulgate rules under which it may 24 permit interstate commission fees in excess of 5%. The 25 interstate commission fee and other fees charged by the 26 sending racetrack, including, but not limited to, satellite 1 decoder fees, shall be uniformly applied to the host track and 2 all non-host licensees.

Notwithstanding any other provision of this Act, 3 an 4 organization licensee, with the consent of the horsemen 5 association representing the largest number of owners, trainers, jockeys, or standardbred drivers who race horses at 6 that organization licensee's racing meeting, may maintain a 7 8 system whereby advance deposit wagering may take place or an 9 organization licensee, with the consent of the horsemen 10 association representing the largest number of owners, 11 trainers, jockeys, or standardbred drivers who race horses at that organization licensee's racing meeting, may contract with 12 13 another person to carry out a system of advance deposit 14 wagering. Such consent may not be unreasonably withheld. Only 15 with respect to an appeal to the Board that consent for an 16 organization licensee that maintains its own advance deposit wagering system is being unreasonably withheld, the Board 17 shall issue a final order within 30 days after initiation of 18 the appeal, and the organization licensee's advance deposit 19 20 wagering system may remain operational during that 30-day 21 period. The actions of any organization licensee who conducts 22 advance deposit wagering or any person who has a contract with 23 an organization licensee to conduct advance deposit wagering 24 who conducts advance deposit wagering on or after January 1, 25 2013 and prior to June 7, 2013 (the effective date of Public 26 Act 98-18) taken in reliance on the changes made to this

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1 subsection (q) by Public Act 98-18 are hereby validated, provided payment of all applicable pari-mutuel taxes are 2 remitted to the Board. All advance deposit wagers placed from 3 4 within Illinois must be placed through a Board-approved 5 advance deposit wagering licensee; no other entity may accept an advance deposit wager from a person within Illinois. All 6 advance deposit wagering is subject to any rules adopted by 7 8 the Board. The Board may adopt rules necessary to regulate 9 advance deposit wagering through the use of emergency 10 rulemaking in accordance with Section 5-45 of the Illinois 11 Administrative Procedure Act. The General Assembly finds that the adoption of rules to regulate advance deposit wagering is 12 13 deemed an emergency and necessary for the public interest, 14 safety, and welfare. An advance deposit wagering licensee may 15 moneys as agreed to by contract retain all with an 16 organization licensee. Any moneys retained by the organization licensee from advance deposit wagering, not including moneys 17 18 retained by the advance deposit wagering licensee, shall be paid 50% to the organization licensee's purse account and 50% 19 20 to the organization licensee. With the exception of any 21 organization licensee that is owned by a publicly traded 22 company that is incorporated in a state other than Illinois 23 and advance deposit wagering licensees under contract with 24 such organization licensees, organization licensees that 25 maintain advance deposit wagering systems and advance deposit 26 wagering licensees that contract with organization licensees

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1 shall provide sufficiently detailed monthly accountings to the horsemen association representing the largest number of 2 owners, trainers, jockeys, or standardbred drivers who race 3 4 horses at that organization licensee's racing meeting so that 5 the horsemen association, as an interested party, can confirm the accuracy of the amounts paid to the purse account at the 6 horsemen association's affiliated organization licensee from 7 8 advance deposit wagering. If more than one breed races at the 9 same race track facility, then the 50% of the moneys to be paid 10 to an organization licensee's purse account shall be allocated 11 among all organization licensees' purse accounts operating at that race track facility proportionately based on the actual 12 13 number of host days that the Board grants to that breed at that 14 race track facility in the current calendar year. To the 15 extent any fees from advance deposit wagering conducted in 16 Illinois for wagers in Illinois or other states have been placed in escrow or otherwise withheld from wagers pending a 17 18 determination of the legality of advance deposit wagering, no 19 action shall be brought to declare such wagers or the 20 disbursement of any fees previously escrowed illegal.

(1) Between the hours of 6:30 a.m. and 6:30 p.m. an inter-track wagering licensee other than the host track may supplement the host track simulcast program with additional simulcast races or race programs, provided that between January 1 and the third Friday in February of any year, inclusive, if no live thoroughbred racing is

1 Illinois during this occurring in period, only thoroughbred races may be used for supplemental interstate 2 3 simulcast purposes. The Board shall withhold approval for a supplemental interstate simulcast only if it finds that 4 5 the simulcast is clearly adverse to the integrity of racing. A supplemental interstate simulcast may be 6 transmitted from an inter-track wagering licensee to its 7 affiliated non-host licensees. The interstate commission 8 9 fee for a supplemental interstate simulcast shall be paid 10 by the non-host licensee and its affiliated non-host 11 licensees receiving the simulcast.

(2) Between the hours of 6:30 p.m. and 6:30 a.m. an 12 13 inter-track wagering licensee other than the host track 14 may receive supplemental interstate simulcasts only with 15 the consent of the host track, except when the Board finds 16 that the simulcast is clearly adverse to the integrity of 17 racing. Consent granted under this paragraph (2) to any 18 inter-track wagering licensee shall be deemed consent to all non-host licensees. The interstate commission fee for 19 20 the supplemental interstate simulcast shall be paid by all 21 participating non-host licensees.

(3) Each licensee conducting interstate simulcast
wagering may retain, subject to the payment of all
applicable taxes and the purses, an amount not to exceed
17% of all money wagered. If any licensee conducts the
pari-mutuel system wagering on races conducted at

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1 racetracks in another state or country, each such race or 2 race program shall be considered a separate racing day for 3 the purpose of determining the daily handle and computing 4 the privilege tax of that daily handle as provided in 5 subsection (a) of Section 27. Until January 1, 2000, from sums permitted to be retained pursuant to this 6 the 7 subsection, each inter-track wagering location licensee 8 shall pay 1% of the pari-mutuel handle wagered on 9 simulcast wagering to the Horse Racing Tax Allocation 10 Fund, subject to the provisions of subparagraph (B) of 11 paragraph (11) of subsection (h) of Section 26 of this Act. 12

(4) A licensee who receives an interstate simulcast 13 14 may combine its gross or net pools with pools at the 15 sending racetracks pursuant to rules established by the 16 Board. All licensees combining their gross pools at a 17 sending racetrack shall adopt the takeout percentages of 18 the sending racetrack. A licensee may also establish a 19 separate pool and takeout structure for wagering purposes 20 on races conducted at race tracks outside of the State of The licensee may permit pari-mutuel wagers 21 Illinois. 22 placed in other states or countries to be combined with 23 its gross or net wagering pools or other wagering pools.

(5) After the payment of the interstate commission fee
(except for the interstate commission fee on a
supplemental interstate simulcast, which shall be paid by

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the host track and by each non-host licensee through the host track) and all applicable State and local taxes, except as provided in subsection (g) of Section 27 of this Act, the remainder of moneys retained from simulcast wagering pursuant to this subsection (g), and Section 26.2 shall be divided as follows:

7 (A) For interstate simulcast wagers made at a host
8 track, 50% to the host track and 50% to purses at the
9 host track.

10 (B) For wagers placed on interstate simulcast 11 supplemental simulcasts defined races, as in 12 subparagraphs (1) and (2), and separately pooled races 13 conducted outside of the State of Illinois made at a 14 non-host licensee, 25% to the host track, 25% to the 15 non-host licensee, and 50% to the purses at the host 16 track.

17 (6) Notwithstanding any provision in this Act to the contrary, non-host licensees who derive their licenses 18 19 from a track located in a county with a population in 20 excess of 230,000 and that borders the Mississippi River 21 may receive supplemental interstate simulcast races at all 22 times subject to Board approval, which shall be withheld 23 only upon a finding that a supplemental interstate 24 simulcast is clearly adverse to the integrity of racing.

25 (7) Effective January 1, 2017, notwithstanding any
 26 provision of this Act to the contrary, after payment of

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all applicable State and local taxes and interstate 1 commission fees, non-host licensees who derive their 2 3 licenses from a track located in a county with a population in excess of 230,000 and that borders the 4 5 Mississippi River shall retain 50% of the retention from interstate simulcast wagers and shall pay 50% to purses at 6 the track from which the non-host licensee derives its 7 8 license.

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9 (7.1) Notwithstanding any other provision of this Act 10 to the contrary, if no standardbred racing is conducted at a racetrack located in Madison County during any calendar 11 12 year beginning on or after January 1, 2002, and the 13 licensee that conducts horse racing at that racetrack 14 requests from the Board at least as many racing dates as 15 were conducted in calendar year 2000, all moneys derived by that racetrack from simulcast wagering and inter-track 16 17 wagering that (1) are to be used for purses and (2) are generated between the hours of 6:30 p.m. and 6:30 a.m. 18 19 during that calendar year shall be paid as follows:

20 (A) <u>Eighty percent</u> If the licensee that conducts
21 horse racing at that racetrack requests from the Board
22 at least as many racing dates as were conducted in
23 calendar year 2000, 80% shall be paid to its
24 thoroughbred purse account; and

(B) Twenty percent shall be deposited into the
 Illinois Colt Stakes Purse Distribution Fund and shall

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be paid to purses for standardbred races for Illinois 1 conceived and foaled horses conducted at any county 2 3 fairgrounds. The moneys deposited into the Fund pursuant to this subparagraph (B) shall be deposited 4 5 within 2 weeks after the day they were generated, shall be in addition to and not in lieu of any other 6 moneys paid to standardbred purses under this Act, and 7 8 shall not be commingled with other moneys paid into 9 that Fund. The moneys deposited pursuant to this 10 subparagraph (B) shall be allocated as provided by the 11 Department of Agriculture, with the advice and assistance of the Illinois Standardbred Breeders Fund 12 13 Advisory Board.

14 (7.2) Notwithstanding any other provision of this Act 15 to the contrary, if no thoroughbred racing is conducted at 16 a racetrack located in Madison County during any calendar 17 year beginning on or after January 1, 2002, and the 18 licensee that conducts horse racing at that racetrack 19 requests from the Board at least as many racing dates as 20 were conducted in calendar year 2000, all moneys derived 21 by that racetrack from simulcast wagering and inter-track 22 wagering that (1) are to be used for purses and (2) are 23 generated between the hours of 6:30 a.m. and 6:30 p.m. 24 during that calendar year shall be deposited as follows:

25(A) Eighty percentIf the licensee that conducts26horse racing at that racetrack requests from the Board

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2 3 at least as many racing dates as were conducted in calendar year 2000, 80% shall be deposited into its standardbred purse account; and

(B) Twenty percent shall be deposited into the 4 5 Illinois Colt Stakes Purse Distribution Fund. Moneys deposited into the Illinois Colt Stakes 6 Purse 7 Distribution Fund pursuant to this subparagraph (B) 8 shall be paid to Illinois conceived and foaled 9 thoroughbred breeders' programs and to thoroughbred 10 purses for races conducted at any county fairgrounds 11 for Illinois conceived and foaled horses at the discretion of the Department of Agriculture, with the 12 13 advice and assistance of the Illinois Thoroughbred 14 Breeders Fund Advisory Board. The moneys deposited 15 into the Illinois Colt Stakes Purse Distribution Fund 16 pursuant to this subparagraph (B) shall be deposited within 2 weeks after the day they were generated, 17 shall be in addition to and not in lieu of any other 18 19 moneys paid to thoroughbred purses under this Act, and 20 shall not be commingled with other moneys deposited into that Fund. 21

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

3 (8.1) Notwithstanding any provisions in this Act to the contrary, if 2 organization licensees are conducting 4 5 standardbred race meetings concurrently between the hours of 6:30 p.m. and 6:30 a.m., after payment of all 6 applicable State and local taxes and interstate commission 7 8 fees, the remainder of the amount retained from simulcast 9 wagering otherwise attributable to the host track and to 10 host track purses shall be split daily between the 2 11 organization licensees and the purses at the tracks of the 2 organization licensees, respectively, based on each 12 13 organization licensee's share of the total live handle for 14 that day, provided that this provision shall not apply to 15 any non-host licensee that derives its license from a 16 track located in a county with a population in excess of 17 230,000 and that borders the Mississippi River.

- 18 (9) (Blank).
- 19 (10) (Blank).
- 20 (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.

26

(13) Notwithstanding any other provision of this Act,

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1 in the event that the total Illinois pari-mutuel handle on Illinois horse races at all wagering facilities in any 2 calendar year is less than 75% of the total Illinois 3 pari-mutuel handle on Illinois horse races at all such 4 5 wagering facilities for calendar year 1994, then each wagering facility that has an annual total Illinois 6 pari-mutuel handle on Illinois horse races that is less 7 8 than 75% of the total Illinois pari-mutuel handle on 9 Illinois horse races at such wagering facility for 10 calendar year 1994, shall be permitted to receive, from 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 14 the differential in total Illinois pari-mutuel handle on 15 Illinois horse races at the wagering facility between that 16 calendar year in question and 1994 provided, however, that 17 a wagering facility shall not be entitled to any such 18 payment until the Board certifies in writing to the 19 wagering facility the amount to which the wagering 20 facility is entitled and a schedule for payment of the 21 amount to the wagering facility, based on: (i) the racing 22 dates awarded to the race track affiliated with the 23 wagering facility during the succeeding year; (ii) the 24 sums available or anticipated to be available in the purse 25 account of the race track affiliated with the wagering 26 facility for purses during the succeeding year; and (iii)

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1 the need to ensure reasonable purse levels during the Board's certification shall 2 payment period. The be 3 provided no later than January 31 of the succeeding year. 4 In the event a wagering facility entitled to a payment 5 under this paragraph (13) is affiliated with a race track that maintains purse accounts for both standardbred and 6 7 thoroughbred racing, the amount to be paid to the wagering 8 facility shall be divided between each purse account pro 9 rata, based on the amount of Illinois handle on Illinois 10 standardbred and thoroughbred racing respectively at the 11 wagering facility during the previous calendar year. 12 Annually, the General Assembly shall appropriate 13 sufficient funds from the General Revenue Fund to the 14 Department of Agriculture for payment into the 15 thoroughbred and standardbred horse racing purse accounts 16 at Illinois pari-mutuel tracks. The amount paid to each purse account shall be the amount certified by the 17 18 Illinois Racing Board in January to be transferred from 19 each account to each eligible racing facility in 20 accordance with the provisions of this Section. Beginning 21 in the calendar year in which an organization licensee 22 that is eligible to receive payment under this paragraph 23 (13) begins to receive funds from gaming pursuant to an 24 organization gaming license issued under the Illinois 25 Gambling Act, the amount of the payment due to all 26 wagering facilities licensed under that organization

1 licensee under this paragraph (13) shall be the amount certified by the Board in January of that year. An 2 3 organization licensee and its related wagering facilities shall no longer be able to receive payments under this 4 5 paragraph (13) beginning in the year subsequent to the first year in which the organization licensee begins to 6 receive funds from gaming pursuant to an organization 7 8 gaming license issued under the Illinois Gambling Act.

9 (h) The Board may approve and license the conduct of 10 inter-track wagering and simulcast wagering by inter-track 11 wagering licensees and inter-track wagering location licensees 12 subject to the following terms and conditions:

13 (1) Any person licensed to conduct a race meeting (i) 14 at a track where 60 or more days of racing were conducted 15 during the immediately preceding calendar year or where 16 over the 5 immediately preceding calendar years an average of 30 or more days of racing were conducted annually may be 17 issued an inter-track wagering license; (ii) at a track 18 19 located in a county that is bounded by the Mississippi 20 River, which has a population of less than 150,000 21 according to the 1990 decennial census, and an average of 22 at least 60 days of racing per year between 1985 and 1993 23 may be issued an inter-track wagering license; (iii) at a 24 track awarded standardbred racing dates; or (iv) at a 25 track located in Madison County that conducted at least 26 100 days of live racing during the immediately preceding

calendar year may be issued an inter-track wagering 1 license, unless a lesser schedule of live racing is the 2 3 result of (A) weather, unsafe track conditions, or other acts of God; (B) an agreement between the organization 4 licensee and the associations representing the largest 5 number of owners, trainers, jockeys, or standardbred 6 7 drivers who race horses at that organization licensee's 8 racing meeting; or (C) a finding by the Board of extraordinary circumstances and that it was in the best 9 10 interest of the public and the sport to conduct fewer than 100 days of live racing. Any such person having operating 11 control of the racing facility may receive inter-track 12 13 wagering location licenses. An eligible race track located 14 in a county that has a population of more than 230,000 and 15 that is bounded by the Mississippi River may establish up to 9 inter-track wagering locations, an eligible race 16 17 track located in Stickney Township in Cook County may establish up to 16 inter-track wagering locations, and an 18 19 eligible race track located in Palatine Township in Cook 20 County may establish up to 18 inter-track wagering 21 locations. An eligible racetrack conducting standardbred 22 racing may have up to 16 inter-track wagering locations. 23 An application for said license shall be filed with the 24 Board prior to such dates as may be fixed by the Board. 25 With an application for an inter-track wagering location 26 license there shall be delivered to the Board a certified 1 check or bank draft payable to the order of the Board for 2 an amount equal to \$500. The application shall be on forms 3 prescribed and furnished by the Board. The application 4 shall comply with all other rules, regulations, and 5 conditions imposed by the Board in connection therewith.

(2) The Board shall examine the applications with 6 respect to their conformity with this Act and the rules 7 8 and regulations imposed by the Board. If found to be in 9 compliance with the Act and rules and regulations of the 10 Board, the Board may then issue a license to conduct 11 inter-track wagering and simulcast wagering to such applicant. All such applications shall be acted upon by 12 13 the Board at a meeting to be held on such date as may be 14 fixed by the Board.

15 (3) In granting licenses to conduct inter-track 16 wagering and simulcast wagering, the Board shall give due 17 consideration to the best interests of the public, of 18 horse racing, and of maximizing revenue to the State.

(4) Prior to the issuance of a license to conduct 19 20 inter-track wagering and simulcast wagering, the applicant 21 shall file with the Board a bond payable to the State of 22 Illinois in the sum of \$50,000, executed by the applicant 23 and a surety company or companies authorized to do 24 business in this State, and conditioned upon (i) the 25 payment by the licensee of all taxes due under Section 27 26 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.

4 (5) Each license to conduct inter-track wagering and 5 simulcast wagering shall specify the person to whom it is 6 issued, the dates on which such wagering is permitted, and 7 the track or location where the wagering is to be 8 conducted.

9 (6) All wagering under such license is subject to this 10 Act and to the rules and regulations from time to time 11 prescribed by the Board, and every such license issued by 12 the Board shall contain a recital to that effect.

13 (7) An inter-track wagering licensee or inter-track 14 wagering location licensee may accept wagers at the track 15 or location where it is licensed, or as otherwise provided 16 under this Act.

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

20 (8.1) Inter-track wagering location licensees who 21 derive their licenses from a particular organization 22 licensee shall conduct inter-track wagering and simulcast 23 wagering only at locations that are within 160 miles of 24 that race track where the particular organization licensee 25 is licensed to conduct racing. However, inter-track 26 wagering and simulcast wagering shall not be conducted by

those licensees at any location within 5 miles of any race 1 track at which a horse race meeting has been licensed in 2 3 the current year, unless the person having operating control of such race track has given its written consent 4 to such inter-track wagering location licensees, which 5 consent must be filed with the Board at or prior to the 6 7 time application is made. In the case of any inter-track 8 wagering location licensee initially licensed after 9 December 31, 2013, inter-track wagering and simulcast 10 wagering shall not be conducted by those inter-track wagering location licensees that are located outside the 11 City of Chicago at any location within 8 miles of any race 12 13 track at which a horse race meeting has been licensed in 14 the current year, unless the person having operating 15 control of such race track has given its written consent to such inter-track wagering location licensees, which 16 17 consent must be filed with the Board at or prior to the time application is made. 18

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19 (8.2) Inter-track wagering or simulcast wagering shall 20 not be conducted by an inter-track wagering location 21 licensee at any location within 100 feet of an existing 22 church, an existing elementary or secondary public school, 23 or an existing elementary or secondary private school 24 registered with or recognized by the State Board of 25 Education. The distance of 100 feet shall be measured to 26 the nearest part of any building used for worship

1 services, education programs, or conducting inter-track wagering by an inter-track wagering location licensee, and 2 3 not to property boundaries. However, inter-track wagering or simulcast wagering may be conducted at a site within 4 5 100 feet of a church or school if such church or school has been erected or established after the Board issues the 6 7 original inter-track wagering location license at the site 8 in question. Inter-track wagering location licensees may 9 conduct inter-track wagering and simulcast wagering only 10 in areas that are zoned for commercial or manufacturing 11 purposes or in areas for which a special use has been 12 approved by the local zoning authority. However, no 13 license to conduct inter-track wagering and simulcast 14 wagering shall be granted by the Board with respect to any 15 inter-track wagering location within the jurisdiction of 16 any local zoning authority which has, by ordinance or by resolution, prohibited the establishment of an inter-track 17 wagering location within its jurisdiction. 18 However, 19 inter-track wagering and simulcast wagering may be 20 conducted at a site if such ordinance or resolution is 21 enacted after the Board licenses the original inter-track 22 wagering location licensee for the site in question.

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(9) (Blank).

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(10) An inter-track wagering licensee or an
 inter-track wagering location licensee may retain, subject
 to the payment of the privilege taxes and the purses, an

amount not to exceed 17% of all money wagered. Each program of racing conducted by each inter-track wagering licensee or inter-track wagering location licensee shall be considered a separate racing day for the purpose of determining the daily handle and computing the privilege tax or pari-mutuel tax on such daily handle as provided in Section 27.

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8 (10.1) Except as provided in subsection (g) of Section 9 27 of this Act, inter-track wagering location licensees 10 shall pay 1% of the pari-mutuel handle at each location to the municipality in which such location is situated and 1% 11 of the pari-mutuel handle at each location to the county 12 13 in which such location is situated. In the event that an 14 inter-track wagering location licensee is situated in an 15 unincorporated area of a county, such licensee shall pay 2% of the pari-mutuel handle from such location to such 16 17 county. Inter-track wagering location licensees must pay the handle percentage required under this paragraph to the 18 municipality and county no later than the 20th of the 19 20 month following the month such handle was generated.

(10.2) Notwithstanding any other provision of this Act, with respect to inter-track wagering at a race track located in a county that has a population of more than 230,000 and that is bounded by the Mississippi River ("the first race track"), or at a facility operated by an inter-track wagering licensee or inter-track wagering 10300SB0327ham001 -117- LRB103 05799 LNS 73874 a

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

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

19 (11) (A) After payment of the privilege or pari-mutuel tax, any other applicable taxes, and the costs and 20 21 expenses in connection with the gathering, transmission, 22 and dissemination of all data necessary to the conduct of 23 inter-track wagering, the remainder of the monies retained 24 under either Section 26 or Section 26.2 of this Act by the 25 inter-track wagering licensee on inter-track wagering 26 shall be allocated with 50% to be split between the 2

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participating licensees and 50% to purses, except that an 1 2 inter-track wagering licensee that derives its license 3 from a track located in a county with a population in excess of 230,000 and that borders the Mississippi River 4 5 shall not divide any remaining retention with the Illinois organization licensee that provides the race or races, and 6 7 an inter-track wagering licensee that accepts wagers on 8 races conducted by an organization licensee that conducts 9 a race meet in a county with a population in excess of 10 230,000 and that borders the Mississippi River shall not 11 divide any remaining retention with that organization licensee. 12

13 (B) From the sums permitted to be retained pursuant to 14 this Act each inter-track wagering location licensee shall 15 pay (i) the privilege or pari-mutuel tax to the State; 16 (ii) 4.75% of the pari-mutuel handle on inter-track 17 wagering at such location on races as purses, except that an inter-track wagering location licensee that derives its 18 19 license from a track located in a county with a population 20 in excess of 230,000 and that borders the Mississippi 21 River shall retain all purse moneys for its own purse 22 account consistent with distribution set forth in this 23 subsection (h), and inter-track wagering location 24 licensees that accept wagers on races conducted by an 25 organization licensee located in a county with a 26 population in excess of 230,000 and that borders the

1 Mississippi River shall distribute all purse moneys to 2 purses at the operating host track; (iii) until January 1, 3 2000, except as provided in subsection (g) of Section 27 of this Act, 1% of the pari-mutuel handle wagered on 4 5 inter-track wagering and simulcast wagering at each inter-track wagering location licensee facility to the 6 Horse Racing Tax Allocation Fund, provided that, to the 7 8 extent the total amount collected and distributed to the 9 Horse Racing Tax Allocation Fund under this subsection (h) 10 during any calendar year exceeds the amount collected and 11 distributed to the Horse Racing Tax Allocation Fund during 1994, that 12 calendar year excess amount shall be 13 redistributed (I) to all inter-track wagering location 14 licensees, based on each licensee's pro rata share of the 15 total handle from inter-track wagering and simulcast wagering for all inter-track wagering location licensees 16 17 during the calendar year in which this provision is applicable; then (II) the amounts redistributed to each 18 19 inter-track wagering location licensee as described in 20 subpart (I) shall be further redistributed as provided in 21 subparagraph (B) of paragraph (5) of subsection (g) of 22 this Section 26 provided first, that the shares of those 23 amounts, which are to be redistributed to the host track 24 or to purses at the host track under subparagraph (B) of 25 paragraph (5) of subsection (g) of this Section 26 shall 26 be redistributed based on each host track's pro rata share -120- LRB103 05799 LNS 73874 a

1 of the total inter-track wagering and simulcast wagering 2 handle at all host tracks during the calendar year in 3 question, and second, that any amounts redistributed as described in part (I) to an inter-track wagering location 4 5 licensee that accepts wagers on races conducted by an organization licensee that conducts a race meet in a 6 county with a population in excess of 230,000 and that 7 8 borders the Mississippi River shall be further 9 redistributed, effective January 1, 2017, as provided in 10 paragraph (7) of subsection (q) of this Section 26, with 11 the portion of that further redistribution allocated to 12 purses at that organization licensee to be divided between 13 standardbred purses and thoroughbred purses based on the 14 amounts otherwise allocated to purses at that organization 15 licensee during the calendar year in question; and (iv) 8% of the pari-mutuel handle on inter-track wagering wagered 16 17 at such location to satisfy all costs and expenses of conducting its wagering. The remainder of the monies 18 19 retained by the inter-track wagering location licensee 20 shall be allocated 40% to the location licensee and 60% to 21 the organization licensee which provides the Illinois 22 races to the location, except that an inter-track wagering 23 location licensee that derives its license from a track 24 located in a county with a population in excess of 230,000 25 and that borders the Mississippi River shall not divide

any remaining retention with the organization licensee

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that provides the race or races and an inter-track 1 2 wagering location licensee that accepts wagers on races 3 conducted by an organization licensee that conducts a race meet in a county with a population in excess of 230,000 and 4 5 that borders the Mississippi River shall not divide any remaining retention with the organization licensee. 6 7 Notwithstanding the provisions of clauses (ii) and (iv) of 8 this paragraph, in the case of the additional inter-track 9 wagering location licenses authorized under paragraph (1) 10 of this subsection (h) by Public Act 87-110, those licensees shall pay the following amounts as purses: 11 during the first 12 months the licensee is in operation, 12 13 5.25% of the pari-mutuel handle wagered at the location on 14 races; during the second 12 months, 5.25%; during the 15 third 12 months, 5.75%; during the fourth 12 months, 6.25%; and during the fifth 12 months and thereafter, 16 6.75%. The following amounts shall be retained by the 17 licensee to satisfy all costs and expenses of conducting 18 its wagering: during the first 12 months the licensee is 19 20 in operation, 8.25% of the pari-mutuel handle wagered at 21 the location; during the second 12 months, 8.25%; during the third 12 months, 7.75%; during the fourth 12 months, 22 23 7.25%; and during the fifth 12 months and thereafter, 24 additional inter-track wagering 6.75%. For location 25 licensees authorized under Public Act 89-16, purses for 26 the first 12 months the licensee is in operation shall be

1 5.75% of the pari-mutuel wagered at the location, purses for the second 12 months the licensee is in operation 2 3 shall be 6.25%, and purses thereafter shall be 6.75%. For additional inter-track location licensees authorized under 4 5 Public Act 89-16, the licensee shall be allowed to retain 6 satisfy all costs and expenses: 7.75% of the to pari-mutuel handle wagered at the location during its 7 8 first 12 months of operation, 7.25% during its second 12 9 months of operation, and 6.75% thereafter.

10 (C) There is hereby created the Horse Racing Tax Allocation Fund which shall remain in existence until 11 December 31, 1999. Moneys remaining in the Fund after 12 13 December 31, 1999 shall be paid into the General Revenue 14 Fund. Until January 1, 2000, all monies paid into the 15 Racing Tax Allocation Fund pursuant to this Horse paragraph (11) by inter-track wagering location licensees 16 located in park districts of 500,000 population or less, 17 or in a municipality that is not included within any park 18 district but is included within a conservation district 19 20 and is the county seat of a county that (i) is contiguous 21 to the state of Indiana and (ii) has a 1990 population of 22 88,257 according to the United States Bureau of the 23 Census, and operating on May 1, 1994 shall be allocated by 24 appropriation as follows:

Two-sevenths to the Department of Agriculture.
 Fifty percent of this two-sevenths shall be used to

Illinois horse racing and breeding 1 promote the industry, and shall be distributed by the Department 2 3 of Agriculture upon the advice of a 9-member committee appointed by the Governor consisting of the following 4 5 members: the Director of Agriculture, who shall serve chairman; 2 representatives of organization 6 as 7 licensees conducting thoroughbred race meetings in 8 this State, recommended by those licensees; 2 9 representatives of organization licensees conducting 10 standardbred race meetings in this State, recommended 11 by those licensees; a representative of the Illinois 12 Thoroughbred Breeders and Owners Foundation, 13 recommended by that Foundation; a representative of 14 the Illinois Standardbred Owners and Breeders 15 Association, recommended by that Association; а representative of the Horsemen's Benevolent and 16 Protective Association or any successor organization 17 thereto established in Illinois comprised of the 18 19 largest number of owners and trainers, recommended by 20 that Association or that successor organization; and a representative of the Illinois Harness Horsemen's 21 Association, 22 recommended by that Association. 23 Committee members shall serve for terms of 2 years, 24 commencing January 1 of each even-numbered year. If a 25 representative of any of the above-named entities has 26 not been recommended by January 1 of any even-numbered

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year, the Governor shall appoint a committee member to fill that position. Committee members shall receive no compensation for their services as members but shall be reimbursed for all actual and necessary 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;

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

purposes (if an inter-track wagering location licensee 1 is located in a municipality that is not included 2 3 within any park district and park maintenance is the function of the municipal recreation board and the 4 5 municipality has a 1990 population of 9,302 according to the United States Bureau of the Census); provided 6 7 that the monies are distributed to each park district 8 or conservation district or municipality that does not 9 have а park district in an amount equal to 10 four-sevenths of the amount collected by each 11 inter-track wagering location licensee within the park district or conservation district or municipality for 12 13 the Fund. Monies that were paid into the Horse Racing 14 Tax Allocation Fund before August 9, 1991 (the 15 effective date of Public Act 87-110) by an inter-track 16 wagering location licensee located in a municipality that is not included within any park district but is 17 included within a conservation district as provided in 18 19 this paragraph shall, as soon as practicable after 20 August 9, 1991 (the effective date of Public Act 21 87-110), be allocated and paid to that conservation 22 district as provided in this paragraph. Any park 23 district or municipality not maintaining a museum may 24 deposit the monies in the corporate fund of the park 25 district or municipality where the inter-track 26 wagering location is located, to be used for general

1 purposes; and

2 One-seventh to the Agricultural Premium Fund to be 3 used for distribution to agricultural home economics 4 extension councils in accordance with "An Act in 5 relation to additional support and finances for the 6 Agricultural and Home Economic Extension Councils in 7 the several counties of this State and making an 8 appropriation therefor", approved July 24, 1967.

9 Until January 1, 2000, all other monies paid into the 10 Horse Racing Tax Allocation Fund pursuant to this 11 paragraph (11) shall be allocated by appropriation as 12 follows:

13 Two-sevenths to the Department of Agriculture. 14 Fifty percent of this two-sevenths shall be used to 15 Illinois horse racing and breeding promote the 16 industry, and shall be distributed by the Department of Agriculture upon the advice of a 9-member committee 17 18 appointed by the Governor consisting of the following 19 members: the Director of Agriculture, who shall serve 20 chairman; 2 representatives of organization as licensees conducting thoroughbred race meetings in 21 22 this State, recommended by those licensees; 2 23 representatives of organization licensees conducting 24 standardbred race meetings in this State, recommended 25 by those licensees; a representative of the Illinois 26 Thoroughbred Breeders and Foundation, Owners

recommended by that Foundation; a representative of 1 Standardbred 2 the Tllinois Owners and Breeders 3 Association, recommended by that Association; a representative of the Horsemen's Benevolent and 4 5 Protective Association or any successor organization thereto established in Illinois comprised of the 6 7 largest number of owners and trainers, recommended by 8 that Association or that successor organization; and a representative of the Illinois Harness Horsemen's 9 10 Association, recommended by that Association. 11 Committee members shall serve for terms of 2 years, commencing January 1 of each even-numbered year. If a 12 13 representative of any of the above-named entities has 14 not been recommended by January 1 of any even-numbered 15 year, the Governor shall appoint a committee member to 16 fill that position. Committee members shall receive no compensation for their services as members but shall 17 18 be reimbursed for all actual and necessary expenses 19 and disbursements incurred in the performance of their 20 official duties. The remaining 50% of this 21 two-sevenths shall be distributed to county fairs for 22 premiums and rehabilitation as set forth in the 23 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 1

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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

One-seventh to the Agricultural Premium Fund to be 4 used for distribution to agricultural home economics 5 extension councils in accordance with "An Act in 6 relation to additional support and finances for the 7 8 Agricultural and Home Economic Extension Councils in 9 the several counties of this State and making an 10 appropriation therefor", approved July 24, 1967. This 11 subparagraph (C) shall be inoperative and of no force 12 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
inter-track wagering, the monies so retained shall be
divided as follows:

17 (i) If the inter-track wagering licensee, 18 an inter-track wagering licensee that except 19 derives its license from an organization licensee 20 located in a county with a population in excess of 21 230,000 and bounded by the Mississippi River, is 22 not conducting its own race meeting during the 23 same dates, then the entire purse allocation shall 24 be to purses at the track where the races wagered 25 on are being conducted.

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(ii) If the inter-track wagering licensee,

except an inter-track wagering licensee that 1 derives its license from an organization licensee 2 3 located in a county with a population in excess of 230,000 and bounded by the Mississippi River, is 4 5 also conducting its own race meeting during the same dates, then the purse allocation shall be as 6 follows: 50% to purses at the track where the 7 8 races wagered on are being conducted; 50% to 9 purses at the track where the inter-track wagering 10 licensee is accepting such wagers.

11 (iii) If the inter-track wagering is being 12 conducted by an inter-track wagering location 13 licensee, except an inter-track wagering location 14 licensee that derives its license from an 15 organization licensee located in a county with a 16 population in excess of 230,000 and bounded by the 17 Mississippi River, the entire purse allocation for 18 Illinois races shall be to purses at the track 19 where the race meeting being wagered on is being 20 held.

(12) The Board shall have all powers necessary and proper to fully supervise and control the conduct of inter-track wagering and simulcast wagering by inter-track wagering licensees and inter-track wagering location licensees, including, but not limited to, the following: (A) The Board is vested with power to promulgate

reasonable rules and regulations for the purpose of 1 administering the conduct of this wagering and to 2 3 prescribe reasonable rules, regulations, and conditions under which such wagering shall be held and 4 conducted. Such rules and regulations are to provide 5 for the prevention of practices detrimental to the 6 public interest and for the best interests of said 7 8 wagering and to impose penalties for violations 9 thereof.

10 (B) The Board, and any person or persons to whom it 11 delegates this power, is vested with the power to enter the facilities of any licensee to determine 12 13 whether there has been compliance with the provisions 14 of this Act and the rules and regulations relating to 15 the conduct of such wagering.

(C) The Board, and any person or persons to whom it 16 delegates this power, may eject or exclude from any 17 licensee's facilities, any person whose conduct or 18 19 reputation is such that his presence on such premises 20 may, in the opinion of the Board, call into the 21 question the honesty and integrity of, or interfere 22 with the orderly conduct of such wagering; provided, 23 however, that no person shall be excluded or ejected 24 from such premises solely on the grounds of race, 25 color, creed, national origin, ancestry, or sex.

(D) (Blank).

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1 (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.

(F) The Board shall name and appoint a State 6 7 director of this wagering who shall be а 8 representative of the Board and whose duty it shall be to supervise the conduct of inter-track wagering as 9 10 may be provided for by the rules and regulations of the 11 Board; such rules and regulation shall specify the 12 method of appointment and the Director's powers, 13 authority and duties. The Board may appoint the Director of Mutuels to also serve as the State 14 15 director of this wagering.

16 (G) The Board is vested with the power to impose 17 civil penalties of up to \$5,000 against individuals 18 and up to \$10,000 against licensees for each violation 19 of any provision of this Act relating to the conduct of 20 this wagering, any rules adopted by the Board, any 21 order of the Board or any other action which in the 22 Board's discretion, is a detriment or impediment to 23 such wagering.

24 The Department of Agriculture may enter into (13)25 agreements with licensees authorizing such licensees to 26 conduct inter-track wagering on races to be held at the -132- LRB103 05799 LNS 73874 a

1 licensed race meetings conducted by the Department of 2 Agriculture. Such agreement shall specify the races of the 3 Department of Agriculture's licensed race meeting upon which the licensees will conduct wagering. In the event 4 5 that a licensee conducts inter-track pari-mutuel wagering on races from the Illinois State Fair or DuQuoin State 6 7 Fair which are in addition to the licensee's previously 8 approved racing program, those races shall be considered a 9 separate racing day for the purpose of determining the 10 daily handle and computing the privilege or pari-mutuel 11 tax on that daily handle as provided in Sections 27 and 27.1. Such agreements shall be approved by the Board 12 13 before such wagering may be conducted. In determining 14 whether to grant approval, the Board shall give due 15 consideration to the best interests of the public and of 16 horse racing. The provisions of paragraphs (1), (8), 17 (8.1), and (8.2) of subsection (h) of this Section which 18 are not specified in this paragraph (13) shall not apply 19 to licensed race meetings conducted by the Department of 20 Agriculture at the Illinois State Fair in Sangamon County 21 or the DuQuoin State Fair in Perry County, or to any wagering conducted on those race meetings. 22

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(14) An inter-track wagering location license
authorized by the Board in 2016 that is owned and operated
by a race track in Rock Island County shall be transferred
to a commonly owned race track in Cook County on August 12,

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(the effective date of Public Act 99-757). 1 2016 The licensee shall retain its status in relation to purse 2 3 distribution under paragraph (11) of this subsection (h) 4 following the transfer to the new entity. The pari-mutuel 5 tax credit under Section 32.1 shall not be applied toward any pari-mutuel tax obligation of the inter-track wagering 6 location licensee of the license that is transferred under 7 8 this paragraph (14).

9 (i) Notwithstanding the other provisions of this Act, the 10 conduct of wagering at wagering facilities is authorized on 11 all days, except as limited by subsection (b) of Section 19 of 12 this Act.

13 (Source: P.A. 101-31, eff. 6-28-19; 101-52, eff. 7-12-19;
14 101-81, eff. 7-12-19; 101-109, eff. 7-19-19; 102-558, eff.
15 8-20-21; 102-813, eff. 5-13-22.)

16 (230 ILCS 5/27) (from Ch. 8, par. 37-27)

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Sec. 27. Pari-mutuel tax.

(a) In addition to the organization license fee provided 18 19 by this Act, until January 1, 2000, a graduated privilege tax is hereby imposed for conducting the pari-mutuel system of 20 21 wagering permitted under this Act. Until January 1, 2000, 22 except as provided in subsection (g) of Section 27 of this Act, all of the breakage of each racing day held by any licensee in 23 24 the State shall be paid to the State. Until January 1, 2000, 25 such daily graduated privilege tax shall be paid by the

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1 licensee from the amount permitted to be retained under this Act. Until January 1, 2000, each day's graduated privilege 2 3 tax, breakage, and Horse Racing Tax Allocation funds shall be 4 remitted to the Department of Revenue within 48 hours after 5 the close of the racing day upon which it is assessed or within such other time as the Board prescribes. The privilege tax 6 hereby imposed, until January 1, 2000, shall be a flat tax at 7 the rate of 2% of the daily pari-mutuel handle except as 8 9 provided in Section 27.1.

10 In addition, every organization licensee, except as 11 provided in Section 27.1 of this Act, which conducts multiple wagering shall pay, until January 1, 2000, as a privilege tax 12 on multiple wagers an amount equal to 1.25% of all moneys 13 14 wagered each day on such multiple wagers, plus an additional 15 amount equal to 3.5% of the amount wagered each day on any 16 other multiple wager which involves a single betting interest on 3 or more horses. The licensee shall remit the amount of 17 such taxes to the Department of Revenue within 48 hours after 18 the close of the racing day on which it is assessed or within 19 20 such other time as the Board prescribes.

This subsection (a) shall be inoperative and of no force and effect on and after January 1, 2000.

(a-5) Beginning on January 1, 2000, a flat pari-mutuel tax at the rate of 1.5% of the daily pari-mutuel handle is imposed at all pari-mutuel wagering facilities and on advance deposit wagering from a location other than a wagering facility, 10300SB0327ham001 -135- LRB103 05799 LNS 73874 a

1 except as otherwise provided for in this subsection (a-5). In 2 addition to the pari-mutuel tax imposed on advance deposit 3 wagering pursuant to this subsection (a-5), beginning on 4 August 24, 2012 (the effective date of Public Act 97-1060), an 5 additional pari-mutuel tax at the rate of 0.25% shall be 6 imposed on advance deposit wagering. Until August 25, 2012, the additional 0.25% pari-mutuel tax imposed on advance 7 deposit wagering by Public Act 96-972 shall be deposited into 8 9 the Quarter Horse Purse Fund, which shall be created as a 10 non-appropriated trust fund administered by the Board for 11 distribution grants to thoroughbred organization licensees for payment of purses for quarter horse races conducted by the 12 13 organization licensee. Beginning on August 26, 2012, the 14 additional 0.25% pari-mutuel tax imposed on advance deposit 15 wagering shall be deposited into the Standardbred Purse Fund, 16 which shall be created as a non-appropriated trust fund administered by the Board, for grants to the standardbred 17 18 organization licensees for payment of purses for standardbred 19 horse races conducted bv the organization licensee. 20 Thoroughbred organization licensees may petition the Board to 21 conduct quarter horse racing and receive purse grants from the 22 Quarter Horse Purse Fund. The Board shall have complete 23 discretion in distributing the Quarter Horse Purse Fund to the 24 petitioning organization licensees. Beginning on July 26, 2010 25 (the effective date of Public Act 96-1287), a pari-mutuel tax 26 at the rate of 0.75% of the daily pari-mutuel handle is imposed 10300SB0327ham001 -136- LRB103 05799 LNS 73874 a

1 at a pari-mutuel facility whose license is derived from a 2 track located in a county that borders the Mississippi River 3 and conducted live racing in the previous year. The 4 pari-mutuel tax imposed by this subsection (a-5) shall be 5 remitted to the <u>Board Department of Revenue</u> within 48 hours 6 after the close of the racing day upon which it is assessed or 7 within such other time as the Board prescribes.

8 (a-10) Beginning on the date when an organization licensee 9 begins conducting gaming pursuant to an organization gaming 10 license, the following pari-mutuel tax is imposed upon an 11 organization licensee on Illinois races at the licensee's 12 racetrack:

1.5% of the pari-mutuel handle at or below the averagedaily pari-mutuel handle for 2011.

15 2% of the pari-mutuel handle above the average daily 16 pari-mutuel handle for 2011 up to 125% of the average 17 daily pari-mutuel handle for 2011.

18 2.5% of the pari-mutuel handle 125% or more above the 19 average daily pari-mutuel handle for 2011 up to 150% of 20 the average daily pari-mutuel handle for 2011.

21 3% of the pari-mutuel handle 150% or more above the 22 average daily pari-mutuel handle for 2011 up to 175% of 23 the average daily pari-mutuel handle for 2011.

3.5% of the pari-mutuel handle 175% or more above the
average daily pari-mutuel handle for 2011.

26 The pari-mutuel tax imposed by this subsection (a-10)

1 shall be remitted to the Board within 48 hours after the close 2 of the racing day upon which it is assessed or within such 3 other time as the Board prescribes.

4 (b) On or before December 31, 1999, in the event that any 5 organization licensee conducts 2 separate programs of races on 6 any day, each such program shall be considered a separate 7 racing day for purposes of determining the daily handle and 8 computing the privilege tax on such daily handle as provided 9 in subsection (a) of this Section.

10 (c) Licensees shall at all times keep accurate books and 11 records of all monies wagered on each day of a race meeting and of the taxes paid to the Board Department of Revenue under the 12 provisions of this Section. The Board or its duly authorized 13 14 representative or representatives shall at all reasonable 15 times have access to such records for the purpose of examining 16 and checking the same and ascertaining whether the proper amount of taxes is being paid as provided. The Board shall 17 require verified reports and a statement of the total of all 18 monies wagered daily at each wagering facility upon which the 19 20 taxes are assessed and may prescribe forms upon which such 21 reports and statement shall be made.

(d) Before a license is issued or re-issued, the licensee shall post a bond in the sum of \$500,000 to the State of Illinois. The bond shall be used to guarantee that the licensee faithfully makes the payments, keeps the books and records, makes reports, and conducts games of chance in 1 conformity with this Act and the rules adopted by the Board. The bond shall not be canceled by a surety on less than 30 2 days' notice in writing to the Board. If a bond is canceled and 3 4 the licensee fails to file a new bond with the Board in the 5 required amount on or before the effective date of cancellation, the licensee's license shall be revoked. The 6 total and aggregate liability of the surety on the bond is 7 8 limited to the amount specified in the bond.

9 (e) No other license fee, privilege tax, excise tax, or 10 racing fee, except as provided in this Act, shall be assessed 11 or collected from any such licensee by the State.

(f) No other license fee, privilege tax, excise tax, or 12 racing fee shall be assessed or collected from any such 13 14 licensee by units of local government except as provided in 15 paragraph 10.1 of subsection (h) and subsection (f) of Section 16 26 of this Act. However, any municipality that has a Board licensed horse race meeting at a race track wholly within its 17 18 corporate boundaries or a township that has a Board licensed 19 horse race meeting at a race track wholly within the 20 unincorporated area of the township may charge a local amusement tax not to exceed 10¢ per admission to such horse 21 22 race meeting by the enactment of an ordinance. However, any 23 municipality or county that has a Board licensed inter-track 24 wagering location facility wholly within its corporate 25 boundaries may each impose an admission fee not to exceed 26 \$1.00 per admission to such inter-track wagering location

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1 facility, so that a total of not more than \$2.00 per admission may be imposed. Except as provided in subparagraph (g) of 2 Section 27 of this Act, the inter-track wagering location 3 4 licensee shall collect any and all such fees. Inter-track 5 wagering location licensees must pay the admission fees required under this subsection (f) to the municipality and 6 county no later than the 20th of the month following the month 7 8 such admission fees were imposed.

9 (g) Notwithstanding any provision in this Act to the 10 contrary, if in any calendar year the total taxes and fees from 11 wagering on live racing and from inter-track wagering required to be collected from licensees and distributed under this Act 12 13 to all State and local governmental authorities exceeds the amount of such taxes and fees distributed to each State and 14 15 local governmental authority to which each State and local 16 governmental authority was entitled under this Act for calendar year 1994, then the first \$11 million of that excess 17 amount shall be allocated at the earliest possible date for 18 19 distribution as purse money for the succeeding calendar year. 20 Upon reaching the 1994 level, and until the excess amount of taxes and fees exceeds \$11 million, the Board shall direct all 21 22 licensees to cease paying the subject taxes and fees and the 23 Board shall direct all licensees to allocate any such excess 24 amount for purses as follows:

(i) the excess amount shall be initially divided
 between thoroughbred and standardbred purses based on the

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thoroughbred's and standardbred's respective percentages of total Illinois live wagering in calendar year 1994;

3 (ii) each thoroughbred and standardbred organization licensee issued an organization licensee in that 4 5 succeeding allocation year shall be allocated an amount equal to the product of its percentage of total Illinois 6 live thoroughbred or standardbred wagering in calendar 7 8 year 1994 (the total to be determined based on the sum of 9 1994 on-track wagering for all organization licensees 10 issued organization licenses in both the allocation year 11 and the preceding year) multiplied by the total amount 12 allocated for standardbred or thoroughbred purses, 13 provided that the first \$1,500,000 of the amount allocated 14 to standardbred purses under item (i) shall be allocated 15 to the Department of Agriculture to be expended with the 16 assistance and advice of the Illinois Standardbred 17 Breeders Funds Advisory Board for the purposes listed in subsection (g) of Section 31 of this Act, before the 18 19 amount allocated to standardbred purses under item (i) is 20 allocated to standardbred organization licensees in the 21 succeeding allocation year.

To the extent the excess amount of taxes and fees to be collected and distributed to State and local governmental authorities exceeds \$11 million, that excess amount shall be collected and distributed to State and local authorities as provided for under this Act. 10300SB0327ham001 -141- LRB103 05799 LNS 73874 a

(Source: P.A. 101-31, eff. 6-28-19; 101-52, eff. 7-12-19;
 102-558, eff. 8-20-21.)

3 (230 ILCS 5/28.1)

4 Sec. 28.1. Payments.

5 (a) Beginning on January 1, 2000, moneys collected by the 6 Department of Revenue and the Racing Board pursuant to Section 7 26 or Section 27 of this Act shall be deposited into the Horse 8 Racing Fund, which is hereby created as a special fund in the 9 State Treasury.

10 (b) Appropriations, as approved by the General Assembly, may be made from the Horse Racing Fund to the Board to pay the 11 12 salaries of the Board members, secretary, stewards, directors 13 of mutuels, veterinarians, representatives, accountants, 14 clerks, stenographers, inspectors, and other employees of the 15 Board, and all expenses of the Board incident to the administration of this Act, including, but not limited to, all 16 expenses and salaries incident to the taking of saliva and 17 18 urine samples in accordance with the rules and regulations of 19 the Board.

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(c) (Blank).

(d) Beginning January 1, 2000, payments to all programs in existence on the effective date of this amendatory Act of 1999 that are identified in Sections 26(c), 26(f), 26(h)(11)(C), and 28, subsections (a), (b), (c), (d), (e), (f), (g), and (h) of Section 30, and subsections (a), (b), (c), (d), (e), (f), 10300SB0327ham001 -142- LRB103 05799 LNS 73874 a

1 (q), and (h) of Section 31 shall be made from the General Revenue Fund at the funding levels determined by amounts paid 2 under this Act in calendar year 1998. Beginning on the 3 4 effective date of this amendatory Act of the 93rd General 5 Assembly, payments to the Peoria Park District shall be made from the General Revenue Fund at the funding level determined 6 by amounts paid to that park district for museum purposes 7 8 under this Act in calendar year 1994.

9 If an inter-track wagering location licensee's facility 10 changes its location, then the payments associated with that 11 facility under this subsection (d) for museum purposes shall be paid to the park district in the area where the facility 12 13 relocates, and the payments shall be used for museum purposes. 14 If the facility does not relocate to a park district, then the 15 payments shall be paid to the taxing district that is 16 responsible for park or museum expenditures.

(e) Beginning July 1, 2006, the payment authorized under subsection (d) to museums and aquariums located in park districts of over 500,000 population shall be paid to museums, aquariums, and zoos in amounts determined by Museums in the Park, an association of museums, aquariums, and zoos located on Chicago Park District property.

(f) Beginning July 1, 2007, the Children's Discovery Museum in Normal, Illinois shall receive payments from the General Revenue Fund at the funding level determined by the amounts paid to the Miller Park Zoo in Bloomington, Illinois 10300SB0327ham001 -143- LRB103 05799 LNS 73874 a

1 under this Section in calendar year 2006. July 3, 2023, the Comptroller shall 2 On order (q) transferred and the Treasurer shall transfer \$5,100,000 from 3 4 the Horse Racing Fund to the Horse Racing Purse Equity Fund. 5 (Source: P.A. 102-16, eff. 6-17-21; 103-8, eff. 7-1-23.) (230 ILCS 5/31.1) (from Ch. 8, par. 37-31.1) 6 7 Sec. 31.1. Required annual contribution to charity. 8 (a) Unless subsection (a-5) applies, organization licensees 9 collectively shall contribute annually to charity the sum of 10 \$750,000 to nonprofit non-profit organizations that provide and family, counseling, and similar services to 11 medical 12 persons who reside or work on the backstretch of Illinois racetracks. Unless subsection (a-5) applies,

13 these 14 contributions shall be collected as follows: (i) no later than 15 July 1st of each year the Board shall assess each organization licensee, except those tracks located in Madison County, which 16 tracks shall pay \$30,000 annually apiece into the Board 17 charity fund, that amount which equals \$690,000 multiplied by 18 19 the amount of pari-mutuel wagering handled by the organization licensee in the year preceding assessment and divided by the 20 handled 21 total pari-mutuel wagering by all Illinois organization licensees, except those tracks located in Madison 22 and Rock Island counties, in the year preceding assessment; 23 24 (ii) notice of the assessed contribution shall be mailed to 25 each organization licensee; (iii) within 30 thirty days of its

1 receipt of such notice, each organization licensee shall remit 2 the assessed contribution to the Board. Unless subsection 3 (a-5) applies, if an organization licensee commences operation of gaming at its facility pursuant to an organization gaming 4 5 license under the Illinois Gambling Act, then the organization licensee shall contribute an additional \$83,000 per year 6 beginning in the year subsequent to the first year in which the 7 8 organization licensee begins receiving funds from gaming 9 pursuant to an organization gaming license. If an organization 10 licensee wilfully fails to so remit the contribution, the 11 Board may revoke its license to conduct horse racing.

(a-5) If (1) an organization licensee that did not operate 12 13 live racing in 2017 is awarded racing dates in 2018 or in any 14 subsequent year and (2) all organization licensees are 15 operating gaming pursuant to an organization gaming license 16 under the Illinois Gambling Act, then subsection (a) does not apply and organization licensees collectively shall contribute 17 annually to charity the sum of \$1,000,000 to nonprofit 18 non profit organizations that provide medical and family, 19 20 counseling, and similar services to persons who reside or work on the backstretch of Illinois racetracks. These contributions 21 22 shall be collected as follows: (i) no later than July 1st of 23 each year the Board shall assess each organization licensee an 24 amount based on the proportionate amount of live racing days 25 in the calendar year for which the Board has awarded to the 26 organization licensee out of the total aggregate number of

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live racing days awarded; (ii) notice of the assessed contribution shall be mailed to each organization licensee; (iii) within 30 days after its receipt of such notice, each organization licensee shall remit the assessed contribution to the Board. If an organization licensee willfully fails to so remit the contribution, the Board may revoke its license to conduct horse racing.

(b) No later than October 1st of each year, any qualified 8 9 charitable organization seeking an allotment of contributed 10 funds shall submit to the Board an application for those 11 funds, using the Board's approved form. The <del>No later than</del> December 31st of each year, the Board shall distribute all 12 13 such amounts collected that year to such charitable 14 organization applicants on a schedule determined by the Board, 15 based on the charitable organization's estimated expenditures 16 related to this grant. Any funds not expended by the grantee in a grant year shall be distributed to the charitable 17 organization or charitable organizations selected in the next 18 19 grant year after the funds are recovered in addition to the 20 amounts specified in subsections (a) and (a-5).

21 (Source: P.A. 101-31, eff. 6-28-19.)

22 (230 ILCS 5/15.1 rep.)

23 (230 ILCS 5/34.3 rep.)

24 Section 40. The Illinois Horse Racing Act of 1975 is 25 amended by repealing Sections 15.1 and 34.3.

Section 45. The Video Gaming Act is amended by adding
 Section 18 as follows:

3 (230 ILCS 40/18 new) Sec. 18. Restrictions on advertising. A licensee under 4 this Act may not advertise its video gaming operation using 5 physical advertisements outside the video gaming location or 6 7 on off-premises billboard signs unless the advertisement is 8 directly and permanently affixed to a building on the video gaming location or on a permanent pole sign that is 9 permanently affixed to a foundation. This Section does not 10 11 apply in the first 90 days after a video gaming location is 12 issued a license.

Section 50. The Criminal Code of 2012 is amended by changing Sections 28-1 and 28-1.1 as follows:

15 (720 ILCS 5/28-1) (from Ch. 38, par. 28-1)

16 Sec. 28-1. Gambling.

17 (a) A person commits gambling when he or she:

18 (1) knowingly plays a game of chance or skill for
19 money or other thing of value, unless excepted in
20 subsection (b) of this Section;

(2) knowingly makes a wager upon the result of any
 game, contest, or any political nomination, appointment,

1 or election;

(3) knowingly operates, keeps, owns, uses, purchases,
exhibits, rents, sells, bargains for the sale or lease of,
manufactures, or distributes any gambling device;

5 (4) contracts to have or give himself or herself or another the option to buy or sell, or contracts to buy or 6 sell, at a future time, any grain or other commodity 7 8 whatsoever, or any stock or security of any company, where 9 it is at the time of making such contract intended by both 10 parties thereto that the contract to buy or sell, or the 11 option, whenever exercised, or the contract resulting 12 therefrom, shall be settled, not by the receipt or 13 delivery of such property, but by the payment only of 14 differences in prices thereof; however, the issuance, 15 purchase, sale, exercise, endorsement, or quarantee, by or 16 through a person registered with the Secretary of State pursuant to Section 8 of the Illinois Securities Law of 17 1953, or by or through a person exempt from such 18 19 registration under said Section 8, of a put, call, or 20 other option to buy or sell securities which have been 21 registered with the Secretary of State or which are exempt 22 from such registration under Section 3 of the Illinois 23 Securities Law of 1953 is not gambling within the meaning 24 of this paragraph (4);

(5) knowingly owns or possesses any book, instrument,
 or apparatus by means of which bets or wagers have been, or

1 are, recorded or registered, or knowingly possesses any 2 money which he has received in the course of a bet or 3 wager;

4 (6) knowingly sells pools upon the result of any game
5 or contest of skill or chance, political nomination,
6 appointment, or election;

7 (7) knowingly sets up or promotes any lottery or 8 sells, offers to sell, or transfers any ticket or share 9 for any lottery;

10 (8) knowingly sets up or promotes any policy game or 11 sells, offers to sell, or knowingly possesses or transfers 12 any policy ticket, slip, record, document, or other 13 similar device;

(9) knowingly drafts, prints, or publishes any lottery
ticket or share, or any policy ticket, slip, record,
document, or similar device, except for such activity
related to lotteries, bingo games, and raffles authorized
by and conducted in accordance with the laws of Illinois
or any other state or foreign government;

(10) knowingly advertises any lottery or policy game,
except for such activity related to lotteries, bingo
games, and raffles authorized by and conducted in
accordance with the laws of Illinois or any other state;

(11) knowingly transmits information as to wagers,
betting odds, or changes in betting odds by telephone,
telegraph, radio, semaphore, or similar means; or

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1 knowingly installs or maintains equipment for the 2 transmission or receipt of such information; except that 3 nothing in this subdivision (11) prohibits transmission or 4 receipt of such information for use in news reporting of 5 sporting events or contests; or

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(12) knowingly establishes, maintains, or operates an 6 Internet site that permits a person to play a game of 7 8 chance or skill for money or other thing of value by means 9 of the Internet or to make a wager upon the result of any 10 game, contest, political nomination, appointment, or 11 election by means of the Internet. This item (12) does not apply to activities referenced in items (6), (6.1), (8), 12 13 (8.1), and (15) of subsection (b) of this Section; or  $\div$ 

14 <u>(13) knowingly facilitates wagering on amusement</u> 15 <u>devices or knowingly engages in advertising that promotes</u> 16 <u>wagering on amusement devices in violation of the Family</u> 17 <u>Amusement Wagering Prohibition Act.</u>

18 (b) Participants in any of the following activities shall19 not be convicted of gambling:

(1) Agreements to compensate for loss caused by the
 happening of chance including without limitation contracts
 of indemnity or guaranty and life or health or accident
 insurance.

(2) <u>Unless prohibited by the Family Amusement Wagering</u>
 <u>Prohibition Act, offers</u> of prizes, award, or
 compensation to the actual contestants in any bona fide

contest for the determination of skill, speed, strength,
 or endurance or to the owners of animals or vehicles
 entered in such contest.

4 (3) Pari-mutuel betting as authorized by the law of 5 this State.

(4) Manufacture of gambling devices, including the 6 acquisition of essential parts therefor and the assembly 7 8 thereof, for transportation in interstate or foreign 9 commerce to any place outside this State when such 10 transportation is not prohibited by any applicable Federal 11 law; or the manufacture, distribution, or possession of video gaming terminals, as defined in the Video Gaming 12 13 Act, by manufacturers, distributors, and terminal 14 operators licensed to do so under the Video Gaming Act.

15 (5) The game commonly known as "bingo", when conducted16 in accordance with the Bingo License and Tax Act.

17 (6) Lotteries when conducted by the State of Illinois
18 in accordance with the Illinois Lottery Law. This
19 exemption includes any activity conducted by the
20 Department of Revenue to sell lottery tickets pursuant to
21 the provisions of the Illinois Lottery Law and its rules.

(6.1) The purchase of lottery tickets through the
Internet for a lottery conducted by the State of Illinois
under the program established in Section 7.12 of the
Illinois Lottery Law.

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(7) Possession of an antique slot machine that is

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neither used nor intended to be used in the operation or promotion of any unlawful gambling activity or enterprise. For the purpose of this subparagraph (b)(7), an antique slot machine is one manufactured 25 years ago or earlier.

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5 (8) Raffles and poker runs when conducted in
6 accordance with the Raffles and Poker Runs Act.

7 (8.1) The purchase of raffle chances for a raffle
8 conducted in accordance with the Raffles and Poker Runs
9 Act.

10 (9) Charitable games when conducted in accordance with11 the Charitable Games Act.

12 (10) Pull tabs and jar games when conducted under the13 Illinois Pull Tabs and Jar Games Act.

14 (11) Gambling games when authorized by the Illinois15 Gambling Act.

16 (12) Video gaming terminal games at a licensed
17 establishment, licensed truck stop establishment, licensed
18 large truck stop establishment, licensed fraternal
19 establishment, or licensed veterans establishment when
20 conducted in accordance with the Video Gaming Act.

(13) Games of skill or chance where money or other
things of value can be won but no payment or purchase is
required to participate.

(14) Savings promotion raffles authorized under
 Section 5g of the Illinois Banking Act, Section 7008 of
 the Savings Bank Act, Section 42.7 of the Illinois Credit

Union Act, Section 5136B of the National Bank Act (12
 U.S.C. 25a), or Section 4 of the Home Owners' Loan Act (12
 U.S.C. 1463).

4 (15) Sports wagering when conducted in accordance with
5 the Sports Wagering Act.

6 (c) Sentence.

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

10 (d) Circumstantial evidence.

11 In prosecutions under this Section circumstantial evidence 12 shall have the same validity and weight as in any criminal 13 prosecution.

14 (Source: P.A. 101-31, Article 25, Section 25-915, eff.
15 6-28-19; 101-31, Article 35, Section 35-80, eff. 6-28-19;
16 101-109, eff. 7-19-19; 102-558, eff. 8-20-21.)

17 (720 ILCS 5/28-1.1) (from Ch. 38, par. 28-1.1)

18 Sec. 28-1.1. Syndicated gambling.

19 Declaration of Purpose. Recognizing the close (a) 20 relationship between professional gambling and other organized 21 crime, it is declared to be the policy of the legislature to 22 restrain persons from engaging in the business of gambling for 23 profit in this State. This Section shall be liberally 24 construed and administered with a view to carrying out this 25 policy.

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1 (b) A person commits syndicated gambling when he or she 2 operates a "policy game" or engages in the business of 3 bookmaking.

4 (c) A person "operates a policy game" when he or she 5 knowingly uses any premises or property for the purpose of 6 receiving or knowingly does receive from what is commonly 7 called "policy":

8 (1) money from a person other than the bettor or 9 player whose bets or plays are represented by the money; 10 or

11 (2) written "policy game" records, made or used over 12 any period of time, from a person other than the bettor or 13 player whose bets or plays are represented by the written 14 record.

15 (d) A person engages in bookmaking when he or she 16 knowingly receives or accepts more than  $5 = \frac{1}{100}$  bets or wagers upon the result of any trials or contests of skill, speed, or 17 18 power of endurance or upon any lot, chance, casualty, unknown\_ 19 or contingent event whatsoever, which bets or wagers shall be 20 of such size that the total of the amounts of money paid or promised to be paid to the bookmaker on account thereof shall 21 22 exceed \$2,000. Bookmaking is the receiving or accepting of 23 bets or wagers regardless of the form or manner in which the 24 bookmaker records them.

(e) Participants in any of the following activities shallnot be convicted of syndicated gambling:

1 (1) Agreements to compensate for loss caused by the 2 happening of chance, including, without limitation, 3 contracts of indemnity or guaranty and life or health or 4 accident insurance;

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5 (2) Offers of prizes, award, or compensation to the 6 actual contestants in any bona fide contest for the 7 determination of skill, speed, strength, or endurance or 8 to the owners of animals or vehicles entered in the 9 contest, except as prohibited under the Family Amusement 10 Wagering Prohibition Act;

11 (3) Pari-mutuel betting as authorized by law of this
12 State;

13 (4) Manufacture of gambling devices, including the 14 acquisition of essential parts therefor and the assembly 15 thereof, for transportation in interstate or foreign 16 commerce to any place outside this State when the 17 transportation is not prohibited by any applicable Federal 18 law;

19 (5) Raffles and poker runs when conducted in
 20 accordance with the Raffles and Poker Runs Act;

(6) Gambling games conducted on riverboats, in
 casinos, or at organization gaming facilities when
 authorized by the Illinois Gambling Act;

(7) Video gaming terminal games at a licensed
 establishment, licensed truck stop establishment, licensed
 large truck stop establishment, licensed fraternal

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1 establishment, or licensed veterans establishment when conducted in accordance with the Video Gaming Act; and 2 (8) Savings promotion raffles authorized under Section 3 4 5g of the Illinois Banking Act, Section 7008 of the 5 Savings Bank Act, Section 42.7 of the Illinois Credit Union Act, Section 5136B of the National Bank Act (12 6 U.S.C. 25a), or Section 4 of the Home Owners' Loan Act (12 7 U.S.C. 1463). 8

9 (f) Sentence. Syndicated gambling is a Class 3 felony.
10 (Source: P.A. 101-31, eff. 6-28-19.)

Section 99. Effective date. This Section and Section 35 take effect upon becoming law.".