

## 103RD GENERAL ASSEMBLY State of Illinois 2023 and 2024 SB3255

Introduced 2/6/2024, by Sen. Bill Cunningham

## SYNOPSIS AS INTRODUCED:

230 ILCS 40/15 230 ILCS 40/20

Amends the Video Gaming Act. Provides that the Illinois Gaming Board may require video gaming terminals to display a message informing players they may round their winnings down to the nearest whole dollar amount and donate the difference to the special causes described in the Illinois Lottery Law. Provides that the Board shall adopt rules to establish additional criteria and processes to enable video gaming terminals and payout machines to offer players the option to round winnings down to the nearest whole dollar amount or \$0 and donate the difference to the State Lottery Fund for distribution to the special causes. Provides that tickets dispensed by pressing the ticket dispensing button on the video gaming terminal must also indicate the total amount to be donated to the special causes.

LRB103 37605 AWJ 67731 b

1 AN ACT concerning gaming.

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

- 4 Section 5. The Video Gaming Act is amended by changing
- 5 Sections 15 and 20 as follows:

## 6 (230 ILCS 40/15)

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15. Minimum requirements for licensing registration. Every video gaming terminal offered for play shall first be tested and approved pursuant to the rules of the Board, and each video gaming terminal offered in this State for play shall conform to an approved model. For the examination of video gaming machines and associated equipment as required by this Section, the Board shall utilize the services of independent outside testing laboratories that have been accredited in accordance with ISO/IEC 17025 by an accreditation body that is a signatory to the International Laboratory Accreditation Cooperation Mutual Recognition Agreement signifying they are qualified to perform such examinations. Notwithstanding any law to the contrary, the Board shall consider the licensing of independent outside testing laboratory applicants in accordance with procedures established by the Board by rule. The Board shall not withhold its approval of an independent outside testing laboratory

license applicant that has been accredited as required by this Section and is licensed in gaming jurisdictions comparable to Illinois. Upon the finalization of required rules, the Board shall license independent testing laboratories and accept the test reports of any licensed testing laboratory of the video gaming machine's or associated equipment manufacturer's choice, notwithstanding the existence of contracts between the Board and any independent testing laboratory. Every video gaming terminal offered in this State for play must meet minimum standards approved by the Board. Each approved model shall, at a minimum, meet the following criteria:

- (1) It must conform to all requirements of federal law and regulations, including FCC Class A Emissions Standards.
- (2) It must theoretically pay out a mathematically demonstrable percentage during the expected lifetime of the machine of all amounts played, which must not be less than 80%. The Board shall establish a maximum payout percentage for approved models by rule. Video gaming terminals that may be affected by skill must meet this standard when using a method of play that will provide the greatest return to the player over a period of continuous play.
- (3) It must use a random selection process to determine the outcome of each play of a game. The random selection process must meet 99% confidence limits using a

- standard chi-squared test for (randomness) goodness of fit.
  - (4) It must display an accurate representation of the game outcome.
  - (5) It must not automatically alter pay tables or any function of the video gaming terminal based on internal computation of hold percentage or have any means of manipulation that affects the random selection process or probabilities of winning a game.
  - (6) It must not be adversely affected by static discharge or other electromagnetic interference.
  - (7) It must be capable of detecting and displaying the following conditions during idle states or on demand: power reset; door open; and door just closed.
  - (8) It must have the capacity to display complete play history (outcome, intermediate play steps, credits available, bets placed, credits paid, and credits cashed out) for the most recent game played and 10 games prior thereto.
  - (9) The theoretical payback percentage of a video gaming terminal must not be capable of being changed without making a hardware or software change in the video gaming terminal, either on site or via the central communications system.
  - (10) Video gaming terminals must be designed so that replacement of parts or modules required for normal

maintenance does not necessitate replacement of the electromechanical meters.

- (11) It must have nonresettable meters housed in a locked area of the terminal that keep a permanent record of all cash inserted into the machine, all winnings made by the terminal printer, credits played in for video gaming terminals, and credits won by video gaming players. The video gaming terminal must provide the means for on-demand display of stored information as determined by the Board.
- (12) Electronically stored meter information required by this Section must be preserved for a minimum of 180 days after a power loss to the service.
- (13) It must have one or more mechanisms that accept cash in the form of bills. The mechanisms shall be designed to prevent obtaining credits without paying by stringing, slamming, drilling, or other means. If such attempts at physical tampering are made, the video gaming terminal shall suspend itself from operating until reset.
- (14) It shall have accounting software that keeps an electronic record which includes, but is not limited to, the following: total cash inserted into the video gaming terminal; the value of winning tickets claimed by players; the total credits played; the total credits awarded by a video gaming terminal; and pay back percentage credited to players of each video game.

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- (15) It shall be linked by a central communications system to provide auditing program information as approved by the Board. The central communications system shall use a standard industry protocol, as defined by the Gaming Standards Association, and shall have the functionality to enable the Board or its designee to activate or deactivate individual gaming devices from the central communications system. In no event may the communications system approved by the Board limit participation to only one manufacturer by either the gaming terminals of video cost in implementing the necessary program modifications to communicate or the inability to communicate with the central communications system.
- (16) The Board, in its discretion, may require video gaming terminals to display Amber Alert messages if the Board makes a finding that it would be economically and technically feasible and pose no risk to the integrity and security of the central communications system and video gaming terminals.
- (17) The Board, in its discretion, may require video gaming terminals to display a message informing players they may round their winnings down to the nearest whole dollar amount and donate the difference to the special causes described in Section 21.4 of the Illinois Lottery Law.

Licensed terminal handlers shall have access to video

- gaming terminals, including, but not limited to, logic door access, without the physical presence or supervision of the Board or its agent to perform, in coordination with and with project approval from the central communication system provider:
- 6 (i) the clearing of the random access memory and reprogramming of the video gaming terminal;
  - (ii) the installation of new video gaming terminal software and software upgrades that have been approved by the Board;
  - (iii) the placement, connection to the central communication system, and go-live operation of video gaming terminals at a licensed establishment, licensed truck stop establishment, licensed large truck stop establishment, licensed fraternal establishment, or licensed veterans establishment;
  - (iv) the repair and maintenance of a video gaming terminal located at a licensed establishment, licensed truck stop establishment, licensed large truck stop establishment, licensed fraternal establishment, or licensed veterans establishment, including, but not limited to, the replacement of the video gaming terminal with a new video gaming terminal;
  - (v) the temporary movement, disconnection, replacement, and reconnection of video gaming terminals to allow for physical improvements and repairs at a licensed

establishment, licensed truck stop establishment, licensed
large truck stop establishment, licensed fraternal
establishment, or licensed veterans establishment, such as
replacement of flooring, interior repairs, and other
similar activities; and

6 (vi) such other functions as the Board may otherwise 7 authorize.

The Board shall, at a licensed terminal operator's expense, cause all keys and other required devices to be provided to a terminal operator necessary to allow the licensed terminal handler access to the logic door to the terminal operator's video gaming terminals.

The Board may adopt rules to establish additional criteria to preserve the integrity and security of video gaming in this State. The central communications system vendor may be licensed as a video gaming terminal manufacturer or a video gaming terminal distributor, or both, but in no event shall the central communications system vendor be licensed as a video gaming terminal operator.

The Board shall adopt rules to establish additional criteria and processes to enable video gaming terminals and payout machines to offer players the option to round winnings down to the nearest whole dollar amount or \$0 and donate the difference to the State Lottery Fund for distribution to the Special Causes in accordance with Section 21.4 of the Illinois Lottery Law.

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The Board shall not permit the development of information or the use by any licensee of gaming device or individual game performance data. Nothing in this Act shall inhibit or prohibit the Board from the use of gaming device or individual game performance data in its regulatory duties. The Board shall adopt rules to ensure that all licensees are treated and all licensees act in a non-discriminatory manner and develop processes and penalties to enforce those rules.

- 9 (Source: P.A. 101-31, eff. 6-28-19.)
- 10 (230 ILCS 40/20)
- 11 Sec. 20. Video gaming terminal payouts.
- 12 (a) A video gaming terminal may not directly dispense 1.3 coins, cash, tokens, or any other article of exchange or value except for receipt tickets. Tickets shall be dispensed by 14 15 pressing the ticket dispensing button on the video gaming 16 terminal at the end of one's turn or play. The ticket shall indicate the total amount of credits and the cash award, the 17 18 total amount to be donated to the special causes through the 19 State Lottery Fund, the time of day in a 24-hour format showing 20 hours and minutes, the date, the terminal serial number, the 21 sequential number of the ticket, and an encrypted validation 22 number from which the validity of the prize may be determined. 23 The player shall turn in this ticket to the appropriate person establishment, 24 licensed licensed the truck 25 establishment, licensed large truck stop establishment,

- licensed fraternal establishment, or licensed veterans establishment to receive the cash award.
- 3 (b) The cost of the credit shall be one cent, 5 cents, 10
  4 cents, 25 cents, or \$1, and the maximum wager played per hand
  5 shall not exceed \$4. No cash award for the maximum wager on any
  6 individual hand shall exceed \$1,199. No cash award for the
  7 maximum wager on a jackpot, progressive or otherwise, shall
  8 exceed \$10,000.
- 9 (c) In-location bonus jackpot games are hereby authorized. 10 The Board shall adopt emergency rules pursuant to Section 5-45 11 of the Illinois Administrative Procedure Act to implement this 12 subsection (c) within 90 days after the effective date of this 13 amendatory Act of the 101st General Assembly. Jackpot winnings from in-location progressive games shall be paid by the 14 15 terminal operator to the player not later than 3 days after 16 winning such a jackpot.
- 17 (Source: P.A. 101-31, eff. 6-28-19.)