

Illinois



Regulatory Oversight

COMMERCIAL GAMING

Governing Body: The Illinois Gambling Act created the Illinois Gaming Board (board). The five-member board, appointed by the governor and confirmed by the Senate, administers a regulatory and tax collection system for casino gambling and sports betting in Illinois. The board's staff performs audit, legal, enforcement, investigative, and financial analysis activities to ensure the integrity of gambling in Illinois as mandated by the Illinois Gambling Act. Gaming Board members and staff are prohibited from gambling in Illinois casinos.



Licensing

COMMERCIAL GAMING

Operator: Under the Illinois Gambling Act, the state's ten existing riverboat casinos may move on land and six new casinos have been authorized. Additionally, gambling will be permitted at the state's three existing racetracks and a newly authorized track. Racetracks will be required to apply to the Illinois Gaming Board (IGB) for an organization gaming license. Casinos and racinos are permitted to operate 900 to 2,000 gaming positions, depending on the location.

Fees for new gaming entities:

Application fee: \$250,000 plus \$50,000 for background investigation. If the investigation costs more, the applicant must pay the difference.

License fee: \$250,000 (for issuance and renewal). Licenses are valid for four years.

Upfront reconciliation fee (casinos only): Each new casino licensee must pay a \$15m reconciliation fee upon issuance of an owner's license.

Gaming positions fee: New casinos and racinos must pay a per-position gaming fee of (a) \$17,500 per position if located outside Cook County or (b) \$30,000 per position if located within Cook County (which includes Chicago);

Three-year reconciliation fee: Each new casino and racino must pay a reconciliation payment after three years of commencing operations. The payment is equal to 75 percent of the adjusted gross receipts (AGR) for the most lucrative 12-month period of operations, minus an amount equal to the initial payment per gaming position paid by the specific licensee. If approved by the IGB, a licensee may pay the reconciliation fee in installments over two years.

Existing casinos:

The state's ten existing riverboat casinos may apply to the IGB to move their operations on land. If approved, the casino must pay a \$250,000 fee.

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Self-exclusion: The Illinois Gaming Board operates a state-wide [voluntary self-exclusion program for problem gamblers](#) that allows persons who have determined that they are problem gamblers to self-exclude themselves from all Illinois casinos. The minimum self-exclusion length is five years. At the end of the five years, the person may request to be removed from the list. The request may be denied, and owner licensees may continue to deny gambling privileges even after someone is removed from the list.

Any affiliate of an Illinois gaming operation may prohibit a person on the self-exclusion list from entering its affiliated gaming operations. However, the casino gaming operations are prohibited from sharing information on the list with a third party, barring a court order or specific authorization by the board. The board may, however, enter into confidential agreements to share the list with other state gaming regulatory agencies.

Alcohol Use: The Illinois Liquor Control Commission prohibits giving a ay free alcohol.

Advertising Restrictions: No specifiDBEW\$UJTJOHSFTUSJDUJPOT

On-Premise Display Requirement: Each licensed o ner shall post signs ith a statement regarding obtaining assistance ith gambling problems the text of hich shall be determined by rule by the Department of uman Services at the entrances and exits and near each credit location.

Restrictions on Minors on the Gambling Premises: Patrons visiting the casinos must be at least years of age to be admitted to gambling areas.



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Testing Requirements: The IG must utilize the services of independent outside testing laboratories that have been accredited.

AML Requirements: Under federal U.S. la commercial casino operators tribal gaming operators and card clubs are required to comply ith various statutes to prevent money laundering activities and other fiOBODJBM
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Shipping Requirements: Shipment of gaming equipment into the state requires a -day notice to the IG .

Credit Offered to Patrons: Casinos may offer credit to patrons pursuant to an approved internal control system. Credit must only be extended in a commercially reasonable manner.

Political Contributions: There are no prohibitions on a licensee s political contributions but the state does require licensees disclose political contributions.

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Sports Betting

Authorized Operators: Sports arenas, casinos and racetracks may apply for a “master sports wagering license” from the Illinois Gaming Board. The seven eligible sports arenas that obtain a license may conduct sports betting at their facility or within a five-block radius. Racetracks will also be permitted to set up additional sportsbook operations at a maximum of three off-track betting locations each.

The Illinois Lottery is also eligible to conduct a retail sports wagering “pilot program.”

Mobile/Online: Each of Illinois’ casinos, racetracks and sports arenas with a master sports wagering license are authorized to launch online betting in addition to physical sportsbooks. They are restricted to a single website, or “skin”, which must either be branded the same as their casino or track, or reflect a brand that is owned by their parent company. Additionally, the law will award three online-only licenses through a tender process.

Until the issuance of the first online-only license applications for which can be accepted within 1 months of June 11, 2020, when the IGB granted the first sports betting licenses, an individual must register in person at the casino, racetrack or sports facility to participate in mobile wagering. However, due to COVID-19, Illinois Governor J.B. Pritzker has suspended the in-person registration requirement until the coronavirus state of emergency is lifted.

Operator Taxes & Fees: Sports betting revenue is taxed at a rate of 15 percent, with an additional 2 percent tax applied to wagers placed within Cook County, the part of Illinois that includes Chicago.

Initial license application fees are as follows:

- Casinos/racetracks: \$10m (or 5 percent of annual gaming revenue/pari-mutuel wagering handle, whichever is lower)
- New casinos/racetrack: \$5m initial fee, adjusted after 12 months of operations based on 5 percent of the AGR/ pari-mutuel handle
- Sports arenas: \$10m
- Online sports wagering operators: \$20m
- Lottery system provider: \$20m

All casinos/tracks, sports arenas and online operators are required to renew their licenses every four years at a cost of \$1m.

Amateur Restrictions: Licensees may not accept wagers on sporting events that involve Illinois collegiate teams or in which the players are in high school or younger.