



March 29, 2019

ENGROSSED
SENATE BILL No. 552

DIGEST OF SB 552 (Updated March 28, 2019 1:08 pm - DI 107)

Citations Affected: IC 4-31; IC 4-32.2; IC 4-33; IC 4-35; IC 4-38; IC 6-3.1; IC 31-25; IC 35-45; IC 36-7.5.

Synopsis: Gaming matters. Authorizes sports wagering at riverboats, racinos, a Vigo County casino, and satellite facilities. Provides for the administration and conduct of sports wagering. Imposes initial and annual fees on a licensed owner, operating agent, vendor, or permit holder conducting sports wagering. Imposes initial and annual licensing fees on vendors conducting sports wagering. Specifies that a
(Continued next page)

Effective: July 1, 2019.

Messmer, Ford Jon, Melton, Merritt,
Lanane, Breaux, Randolph Lonnie M
(HOUSE SPONSORS — HUSTON, LEHMAN, AUSTIN, PORTER)

January 15, 2019, read first time and referred to Committee on Public Policy.
February 11, 2019, amended, reported favorably — Do Pass; reassigned to Committee on Appropriations.
February 21, 2019, amended, reported favorably — Do Pass.
February 25, 2019, read second time, amended, ordered engrossed.
February 26, 2019, engrossed. Read third time, passed. Yeas 38, nays 11.

HOUSE ACTION

March 5, 2019, read first time and referred to Committee on Public Policy.
March 28, 2019, amended, reported — Do Pass. Referred to Committee on Ways and Means pursuant to Rule 127.

ES 552—LS 7581/DI 107



Digest Continued

vendor contracting with a certificate holder has the same authority to conduct sports wagering as the certificate holder. Requires the Indiana gaming commission (IGC) to deposit vendor license application fees in the sports wagering fund. Requires the IGC to deposit sports wagering service provider license application fees in the sports wagering fund. Sets forth duties for the IGC concerning: (1) sports wagering; and (2) granting certain gambling licenses. Requires the IGC to adopt administrative rules. Specifies that the IGC may act upon information received from a sports governing body in considering requests to prohibit wagering on particular events or to prohibit making wagers of a particular type. Requires the IGC to issue sports bracket or sports pool licenses to bona fide fraternal organizations and bona fide veterans organizations. Establishes a sports wagering service provider license. Provides that certain items must be acquired from a person that holds both a supplier's license and a sports wagering service provider license. Provides that certain services must be obtained from a person holding a sports wagering service provider license. Specifies that required background checks apply to employees engaged in activities related to sports wagering. Specifies permissible sports wagering wagers. Provides that tax revenue attributable to sports wagering occurring in Marion County must be deposited in the Marion County housing trust fund. Prohibits wagering on e-sports. Provides the process for withholding delinquent child support from sports wagering winnings. Provides that the Gary riverboat may transfer to an inland location if the licensed owners pay a \$100,000,000 fee. Provides that the Gary riverboat shall relinquish the license for the second riverboat before the date determined by the IGC's approval of the Gary riverboat relocation. Requires the IGC to create and implement a competitive bid process for the Vigo County casino license. Requires the fee for the Vigo County casino license to be deposited in the state general fund. Requires a licensed owner or permit holder operating a casino in Vigo County to enter into a development agreement. Repeals the maximum number of owner's licenses that may be issued to a riverboat owner. Provides that beginning after June 30, 2020, a licensed owner or racino may not deduct more than \$9,000,000 from adjusted gross receipts from wagering on gambling games. Provides that the IGC shall approve wagering on table games at a racino beginning January 1, 2021. Makes technical corrections and other changes to conform with recent changes to the riverboat law.



March 29, 2019

First Regular Session of the 121st General Assembly (2019)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2018 Regular and Special Session of the General Assembly.

ENGROSSED SENATE BILL No. 552

A BILL FOR AN ACT to amend the Indiana Code concerning gaming.

Be it enacted by the General Assembly of the State of Indiana:

- 1 SECTION 1. IC 4-31-2-5.8 IS ADDED TO THE INDIANA CODE
2 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3 1, 2019]: **Sec. 5.8. "E-sports" means a single player or multiplayer**
4 **video game played competitively, typically by professional gamers.**
5 SECTION 2. IC 4-31-2-20.9 IS ADDED TO THE INDIANA CODE
6 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
7 1, 2019]: **Sec. 20.9. "Sports wagering" refers to wagering**
8 **conducted under IC 4-38 on athletic and sporting events involving**
9 **human competitors. The term does not include:**
10 **(1) pari-mutuel wagering on horse racing; or**
11 **(2) wagering on e-sports.**
12 SECTION 3. IC 4-31-3-16 IS ADDED TO THE INDIANA CODE
13 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
14 1, 2019]: **Sec. 16. (a) The bureau shall provide information to a**
15 **certificate holder, as defined in IC 4-38-2, concerning persons who**

ES 552—LS 7581/DI 107



1 are delinquent in child support.

2 (b) Prior to a certificate holder disbursing a payout of six
3 hundred dollars (\$600) or more, in cash winnings, from sports
4 wagering to a person who is delinquent in child support, the
5 certificate holder:

6 (1) may deduct and retain an administrative fee in the amount
7 of the lesser of:

8 (A) three percent (3%) of the amount of delinquent child
9 support withheld under subdivision (2)(A); or

10 (B) one hundred dollars (\$100); and

11 (2) shall:

12 (A) withhold the amount of delinquent child support owed
13 from cash winnings;

14 (B) transmit to the bureau:

15 (i) the amount withheld for delinquent child support;
16 and

17 (ii) identifying information, including the full name,
18 address, and Social Security number of the obligor and
19 the child support case identifier, the date and amount of
20 the payment, and the name and location of the licensed
21 owner, operating agent, or trustee; and

22 (C) issue the obligor a receipt in a form prescribed by the
23 bureau with the total amount withheld for delinquent child
24 support and the administrative fee.

25 (c) The bureau shall notify the obligor at the address provided
26 by the certificate holder that the bureau intends to offset the
27 obligor's delinquent child support with the cash winnings.

28 (d) The bureau shall hold the amount withheld from each cash
29 winnings of an obligor for ten (10) business days before applying
30 the amount as payment to the obligor's delinquent child support.

31 (e) The delinquent child support required to be withheld under
32 this section and an administrative fee described under subsection
33 (b)(1) have priority over any secured or unsecured claim on cash
34 winnings except claims for federal or state taxes that are required
35 to be withheld under federal or state law.

36 SECTION 4. IC 4-32.2-2-27.4 IS ADDED TO THE INDIANA
37 CODE AS A NEW SECTION TO READ AS FOLLOWS
38 [EFFECTIVE JULY 1, 2019]: Sec. 27.4. "Sports bracket or sports
39 pool" means a contest for which a player:

40 (1) pays a fixed price to participate with other players;

41 (2) picks the outcome of specific sporting events; and

42 (3) may receive a prize that is derived from the fees in



- 1 **subdivision (1).**
 2 SECTION 5. IC 4-32.2-4-23 IS ADDED TO THE INDIANA CODE
 3 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
 4 1, 2019]: **Sec. 23. (a) The commission may issue a sports bracket or**
 5 **sports pool license to a bona fide fraternal organization or a bona**
 6 **fide veterans organization upon the organization's submission of**
 7 **an application and payment of a fee determined under IC 4-32.2-6.**
 8 **The license must:**
 9 (1) **authorize the bona fide fraternal organization or bona fide**
 10 **veterans organization to conduct the bracket or pool at a**
 11 **specific time and location; and**
 12 (2) **state the date, beginning and ending times, and location of**
 13 **the bracket or pool.**
 14 **(b) Sporting events that may be the subject of a sports bracket**
 15 **or sports pool license include:**
 16 (1) **National Collegiate Athletic Association tournaments;**
 17 (2) **the Super Bowl;**
 18 (3) **the Kentucky Derby;**
 19 (4) **the Indianapolis 500; and**
 20 (5) **other similar events.**
 21 **(c) The commission may issue a license under this section to a**
 22 **bona fide fraternal organization or bona fide veterans organization**
 23 **up to four (4) times per calendar year.**
 24 **(d) After the payout occurs in a sports bracket or sports pool,**
 25 **the remaining amount of money paid into the sports bracket or**
 26 **sports pool may only be used for the bona fide fraternal**
 27 **organization's or bona fide veterans organization's charitable**
 28 **purpose.**
 29 **(e) The commission shall adopt rules under this article to**
 30 **implement this section including the maximum amount of a payout**
 31 **to a player in a sports bracket or sports pool.**
 32 SECTION 6. IC 4-33-1-1 IS REPEALED [EFFECTIVE JULY 1,
 33 2019]. **Sec. 1. This article applies only to the following:**
 34 (1) **Counties contiguous to Lake Michigan;**
 35 (2) **A county that is:**
 36 (A) **contiguous to the Ohio River; and**
 37 (B) **described in IC 4-33-6-1(a)(5);**
 38 (3) **A county that contains a historic hotel district.**
 39 SECTION 7. IC 4-33-2-2 IS AMENDED TO READ AS FOLLOWS
 40 [EFFECTIVE JULY 1, 2019]: **Sec. 2. (a) "Adjusted gross receipts"**
 41 **means:**
 42 (1) **the total of all cash and property (including checks received**



1 by a licensee or an operating agent) whether collected or not,
 2 received by a licensee or an operating agent from gaming
 3 operations; minus

4 (2) the total of:

5 (A) all cash paid out as winnings to patrons; and

6 (B) uncollectible gaming receivables, not to exceed the lesser
 7 of:

8 (i) a reasonable provision for uncollectible patron checks
 9 received from gaming operations; or

10 (ii) two percent (2%) of the total of all sums, including
 11 checks, whether collected or not, less the amount paid out as
 12 winnings to patrons.

13 For purposes of this section, a counter or personal check that is invalid
 14 or unenforceable under this article is considered cash received by the
 15 licensee or operating agent from gaming operations.

16 **(b) The term does not include amounts received from sports
 17 wagering conducted by a licensee or operating agent under
 18 IC 4-38.**

19 SECTION 8. IC 4-33-2-17, AS AMENDED BY P.L.255-2015,
 20 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 21 JULY 1, 2019]: Sec. 17. "Riverboat" means any of the following on
 22 which lawful gambling is authorized under this article:

23 (1) A self-propelled excursion boat ~~located in a county described~~
 24 ~~in IC 4-33-1-1(1) or IC 4-33-1-1(2)~~ that complies with
 25 IC 4-33-6-6(a) **and is located in a county that is contiguous to**
 26 **Lake Michigan or the Ohio River.**

27 (2) A casino located in a historic hotel district.

28 (3) A permanently moored craft operating from a county
 29 described in ~~IC 4-33-1-1(1) or IC 4-33-1-1(2)~~. **subdivision (1).**

30 (4) An inland casino operating under IC 4-33-6-24.

31 **(5) A relocated casino under IC 4-33-6-4.5.**

32 **(6) A casino located in Vigo County under IC 4-33-6.7.**

33 SECTION 9. IC 4-33-2-17.7 IS ADDED TO THE INDIANA CODE
 34 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
 35 1, 2019]: Sec. 17.7. "Sports wagering" refers to wagering
 36 conducted under IC 4-38 on athletic and sporting events involving
 37 human competitors. **The term does not include:**

38 (1) money spent to participate in paid fantasy sports under
 39 IC 4-33-24; or

40 (2) wagering on e-sports.

41 SECTION 10. IC 4-33-3-2, AS AMENDED BY P.L.170-2005,
 42 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE



1 JULY 1, 2019]: Sec. 2. (a) The commission consists of seven (7)
2 members appointed by the governor.

3 (b) Each member of the commission must:

4 (1) be a resident of Indiana; and

5 (2) have a reasonable knowledge of the practice, procedures, and
6 principles of gambling operations.

7 (c) At least one (1) member of the commission must be experienced
8 in law enforcement and criminal investigation.

9 (d) At least one (1) member of the commission must be a certified
10 public accountant experienced in accounting and auditing.

11 (e) At least one (1) member of the commission must be an attorney
12 admitted to the practice of law in Indiana.

13 (f) One (1) member of the commission must be a resident of a
14 county ~~described in IC 4-33-1-1(1)~~. **that is contiguous to Lake**
15 **Michigan.**

16 (g) One (1) member of the commission must be a resident of a
17 county ~~described in IC 4-33-1-1(2)~~. **that is contiguous to the Ohio**
18 **River.**

19 (h) Not more than four (4) members may be affiliated with the same
20 political party.

21 SECTION 11. IC 4-33-3-22 IS AMENDED TO READ AS
22 FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 22. (a) The commission
23 shall file a written annual report with the governor before September
24 1 of each year. The commission shall file any additional reports that the
25 governor requests.

26 (b) The annual report filed under this section must include a
27 statement describing the following:

28 (1) The receipts and disbursements of the commission.

29 (2) Actions taken by the commission.

30 **(3) The development and fiscal impact of sports wagering**
31 **conducted under IC 4-38.**

32 ~~(4)~~ **(4)** Any additional information and recommendations that:

33 (A) the commission considers useful; or

34 (B) the governor requests.

35 SECTION 12. IC 4-33-4-28 IS ADDED TO THE INDIANA CODE
36 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
37 1, 2019]: **Sec. 28. (a) The bureau shall provide information to a**
38 **certificate holder, as defined in IC 4-38-2, concerning persons who**
39 **are delinquent in child support.**

40 **(b) Prior to a certificate holder disbursing a payout of six**
41 **hundred dollars (\$600) or more, in cash winnings, from sports**
42 **wagering to a person who is delinquent in child support, the**



- 1 **certificate holder:**
- 2 **(1) may deduct and retain an administrative fee in the amount**
- 3 **of the lesser of:**
- 4 **(A) three percent (3%) of the amount of delinquent child**
- 5 **support withheld under subdivision (2)(A); or**
- 6 **(B) one hundred dollars (\$100); and**
- 7 **(2) shall:**
- 8 **(A) withhold the amount of delinquent child support owed**
- 9 **from cash winnings;**
- 10 **(B) transmit to the bureau:**
- 11 **(i) the amount withheld for delinquent child support;**
- 12 **and**
- 13 **(ii) identifying information, including the full name,**
- 14 **address, and Social Security number of the obligor and**
- 15 **the child support case identifier, the date and amount of**
- 16 **the payment, and the name and location of the licensed**
- 17 **owner, operating agent, or trustee; and**
- 18 **(C) issue the obligor a receipt in a form prescribed by the**
- 19 **bureau with the total amount withheld for delinquent child**
- 20 **support and the administrative fee.**
- 21 **(c) The bureau shall notify the obligor at the address provided**
- 22 **by the certificate holder that the bureau intends to offset the**
- 23 **obligor's delinquent child support with the cash winnings.**
- 24 **(d) The bureau shall hold the amount withheld from each cash**
- 25 **winnings of an obligor for ten (10) business days before applying**
- 26 **the amount as payment to the obligor's delinquent child support.**
- 27 **(e) The delinquent child support required to be withheld under**
- 28 **this section and an administrative fee described under subsection**
- 29 **(b)(1) have priority over any secured or unsecured claim on cash**
- 30 **winnings except claims for federal or state taxes that are required**
- 31 **to be withheld under federal or state law.**
- 32 SECTION 13. IC 4-33-6-1, AS AMENDED BY P.L.229-2013,
- 33 SECTION 14, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 34 JULY 1, 2019]: Sec. 1. (a) The commission may issue to a person a
- 35 license to own a riverboat subject to the numerical and geographical
- 36 limitation of owner's licenses under this section ~~section 3-5 of this~~
- 37 ~~chapter~~, and IC 4-33-4-17. However, not more than ten (10) owner's
- 38 licenses may be in effect at any time. Those ten (10) licenses are as
- 39 follows:
- 40 **(1) ~~Two (2) licenses~~ Except as provided in subsection (d), one**
- 41 **(1) license** for a riverboat that operates **in or** from the city of
- 42 Gary.



- 1 (2) One (1) license for a riverboat that operates from the city of
 2 Hammond.
- 3 (3) One (1) license for a riverboat that operates from the city of
 4 East Chicago.
- 5 (4) One (1) license for a city located in ~~the counties described~~
 6 ~~under IC 4-33-1-1(1)~~. **a county contiguous to Lake Michigan.**
 7 **However**, this license may not be issued to a city described in
 8 subdivisions (1) through (3).
- 9 (5) A total of five (5) licenses for riverboats that operate upon the
 10 Ohio River from the following counties:
- 11 (A) Vanderburgh County.
- 12 (B) Harrison County.
- 13 (C) Switzerland County.
- 14 (D) Ohio County.
- 15 (E) Dearborn County.
- 16 **(6) Subject to sections 4.5 and 4.6 of this chapter, one (1)**
 17 **license for a riverboat that operates as an inland casino in**
 18 **Vigo County under IC 4-33-6.7.**
- 19 The commission may not issue a license to an applicant if the
 20 issuance of the license would result in more than one (1) riverboat
 21 operating from a county described in this subdivision.
- 22 (b) In addition to its power to issue owner's licenses under
 23 subsection (a), the commission may also enter into a contract under
 24 IC 4-33-6.5 with respect to the operation of one (1) riverboat on behalf
 25 of the commission in a historic hotel district.
- 26 (c) A person holding an owner's license may not move the person's
 27 riverboat from the county in which the riverboat was docked on
 28 January 1, 2007, to any other county.
- 29 **(d) The licensed owner described in subsection (a)(1) may have**
 30 **two (2) licenses to operate two (2) riverboats in or from the city of**
 31 **Gary until either:**
- 32 **(1) the licensed holder opens a new inland casino in the city of**
 33 **Gary; or**
- 34 **(2) an inland casino begins operation in Vigo County under**
 35 **IC 4-33-6.7.**
- 36 SECTION 14. IC 4-33-6-3 IS AMENDED TO READ AS
 37 FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 3. The commission may
 38 not issue an owner's license under this chapter to a person if:
- 39 (1) the person has been convicted of a felony under Indiana law,
 40 the laws of any other state, or laws of the United States;
- 41 (2) the person has knowingly or intentionally submitted an
 42 application for a license under this chapter that contains false



- 1 information;
 2 (3) the person is a member of the commission;
 3 (4) the person is an officer, a director, or a managerial employee
 4 of a person described in subdivision (1) or (2);
 5 (5) the person employs an individual who:
 6 (A) is described in subdivision (1), (2), or (3); and
 7 (B) participates in the management or operation of gambling
 8 operations authorized under this article;
 9 ~~(6) the person owns an ownership interest of more than the total~~
 10 ~~amount of ownership interest permitted under section 3.5 of this~~
 11 ~~chapter; or~~
 12 ~~(7) (6) a license issued to the person:~~
 13 (A) under this article; or
 14 (B) to own or operate gambling facilities in another
 15 jurisdiction;
 16 has been revoked.

17 SECTION 15. IC 4-33-6-3.5 IS REPEALED [EFFECTIVE JULY
 18 1, 2019]. ~~Sec. 3.5: (a) For purposes of this section, a person is~~
 19 ~~considered to have an ownership interest in a riverboat owner's license~~
 20 ~~if the interest is owned directly or indirectly by the person or by an~~
 21 ~~entity controlled by the person:~~

22 (b) A person may have up to a one hundred percent (100%)
 23 ownership interest in not more than two (2) riverboat licenses issued
 24 under this chapter:

25 (c) A person may not have an ownership interest in more than two
 26 (2) riverboat owner's licenses issued under this chapter:

27 (d) This section may not be construed to increase the maximum
 28 number of licenses permitted under section 1 of this chapter or the
 29 number of riverboats that may be owned and operated under a license
 30 under section 10 of this chapter:

31 SECTION 16. IC 4-33-6-4, AS AMENDED BY P.L.255-2015,
 32 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 33 JULY 1, 2019]: Sec. 4. (a) In determining whether to grant an owner's
 34 license to an applicant, the commission shall consider the following:

- 35 (1) The character, reputation, experience, and financial integrity
 36 of the following:
 37 (A) The applicant.
 38 (B) A person that:
 39 (i) directly or indirectly controls the applicant; or
 40 (ii) is directly or indirectly controlled by the applicant or by
 41 a person that directly or indirectly controls the applicant.
 42 (2) The facilities or proposed facilities for the conduct of



- 1 riverboat gambling.
- 2 (3) The highest prospective total revenue to be collected by the
- 3 state from the conduct of riverboat gambling.
- 4 (4) The good faith affirmative action plan of each applicant to
- 5 recruit, train, and upgrade minorities in all employment
- 6 classifications.
- 7 (5) The financial ability of the applicant to purchase and maintain
- 8 adequate liability and casualty insurance.
- 9 (6) If the applicant has adequate capitalization to provide and
- 10 maintain a riverboat for the duration of the license.
- 11 **(7) Whether the facilities or proposed facilities for the conduct**
- 12 **of riverboat gambling are in or will be in areas of undue**
- 13 **economic concentration.**
- 14 ~~(7)~~ **(8)** The extent to which the applicant exceeds or meets other
- 15 standards adopted by the commission.
- 16 (b) This subsection does not apply to:
- 17 (1) a licensed owner constructing a new riverboat under section
- 18 24 of this chapter; or
- 19 (2) a person applying for an owner's license to assume control of
- 20 a riverboat operating from a dock previously approved by the
- 21 commission.
- 22 In an application for an owner's license, the applicant must submit to
- 23 the commission a proposed design of the riverboat and the dock. The
- 24 commission may not grant a license to an applicant if the commission
- 25 determines that it will be difficult or unlikely for the riverboat to depart
- 26 from the dock.
- 27 SECTION 17. IC 4-33-6-4.5 IS ADDED TO THE INDIANA CODE
- 28 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
- 29 1, 2019]: **(a) A person holding an owner's license under section**
- 30 **1(a)(1) of this chapter may move the riverboat to a different**
- 31 **location in Gary as an inland casino only if:**
- 32 **(1) the licensed owner pays one hundred million dollars**
- 33 **(\$100,000,000) to the commission;**
- 34 **(2) submits to the commission, with agreement from the**
- 35 **legislative body of the city of Gary, a request for approval to**
- 36 **relocate the licensed owner's gaming operations; and**
- 37 **(3) the licensed owner complies with all applicable building**
- 38 **codes and any safety requirements imposed by the**
- 39 **commission.**
- 40 **(b) The commission may impose any requirement on a licensed**
- 41 **owner relocating gaming operations under this section.**
- 42 **(c) The commission shall prescribe the form of the request for**



1 **approval to relocate the licensed owner's gaming operations under**
 2 **this section.**

3 SECTION 18. IC 4-33-6-4.6 IS ADDED TO THE INDIANA CODE
 4 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
 5 1, 2019]: **Sec. 4.6. (a) This section applies only to a licensed owner**
 6 **operating two (2) riverboats from a dock in Gary.**

7 **(b) The license holder described in subsection (a) shall:**

8 **(1) relinquish the owner's license for the licensed owner's**
 9 **second riverboat; and**

10 **(2) terminate the licensed owner's gaming operations on**
 11 **board the second riverboat;**

12 **before the date determined by the commission in the commission's**
 13 **approval of the licensed owner's relocation to an inland casino**
 14 **under section 4.5 of this chapter.**

15 SECTION 19. IC 4-33-6-4.7 IS ADDED TO THE INDIANA CODE
 16 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
 17 1, 2019]: **Sec. 4.7. (a) This section applies to the licensed owner of**
 18 **a gaming operation that is in Vigo County operated under**
 19 **IC 4-33-6.7.**

20 **(b) A licensed owner described in subsection (a) shall enter into**
 21 **a development agreement (as defined in IC 4-33-23-2) with:**

22 **(1) the city of Terre Haute and Vigo County, if the casino is**
 23 **operating in Terre Haute; or**

24 **(2) Vigo County, if the casino is operating in Vigo County but**
 25 **not in the city of Terre Haute.**

26 SECTION 20. IC 4-33-6-6, AS AMENDED BY P.L.255-2015,
 27 SECTION 9, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 28 JULY 1, 2019]: **Sec. 6. (a) Except as provided in subsection (c) or (d),**
 29 **a riverboat that operates in a county described in ~~IC 4-33-1-1(1)~~ or**
 30 **~~IC 4-33-1-1(2)~~ that is contiguous to Lake Michigan or the Ohio**
 31 **River must:**

32 **(1) have either:**

33 **(A) a valid certificate of inspection from the United States**
 34 **Coast Guard for the carrying of at least five hundred (500)**
 35 **passengers; or**

36 **(B) a valid certificate of compliance with marine structural and**
 37 **life safety standards determined by the commission; and**

38 **(2) be at least one hundred fifty (150) feet in length.**

39 **(b) This subsection applies only to a riverboat that operates on the**
 40 **Ohio River. A riverboat must replicate, as nearly as possible, historic**
 41 **Indiana steamboat passenger vessels of the nineteenth century.**
 42 **However, steam propulsion or overnight lodging facilities are not**



1 required under this subsection.

2 (c) A riverboat described in IC 4-33-2-17(3) must have a valid
3 certificate of compliance with the marine structural and life safety
4 standards determined by the commission under IC 4-33-4-13.5 for a
5 permanently moored craft.

6 (d) A riverboat constructed under section 24 of this chapter **or a**
7 **riverboat relocated under section 4.5 of this chapter** must comply
8 with all applicable building codes and any safety requirements imposed
9 by the commission.

10 SECTION 21. IC 4-33-6-19 IS AMENDED TO READ AS
11 FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 19. (a) This section
12 applies to:

- 13 (1) a county contiguous to the Ohio River;
14 (2) a county containing a historic hotel district; ~~and~~
15 (3) a county contiguous to Lake Michigan that has a population
16 of less than four hundred thousand (400,000); **and**
17 **(4) an inland casino in Vigo County under IC 4-33-6.7.**

18 (b) Notwithstanding any other provision of this article, the
19 commission may not:

- 20 (1) issue a license under this article to allow a riverboat to operate
21 in the county; or
22 (2) enter into a contract with an operating agent under
23 IC 4-33-6.5;

24 unless the voters of the county have approved the conducting of
25 gambling games on riverboats in the county.

26 (c) If the docking of a riverboat in the county is approved by an
27 ordinance adopted under section 18 of this chapter, or if at least the
28 number of the registered voters of the county required under IC 3-8-6-3
29 for a petition to place a candidate on the ballot sign a petition submitted
30 to the circuit court clerk requesting that a local public question
31 concerning riverboat gaming be placed on the ballot, the county
32 election board shall place the following question on the ballot in the
33 county during the next primary or general election:

34 "Shall riverboat gambling be permitted in ____ County?".

35 (d) A public question under this section shall be placed on the ballot
36 in accordance with IC 3-10-9 and must be certified in accordance with
37 IC 3-10-9-3.

38 (e) The clerk of the circuit court of a county holding an election
39 under this chapter shall certify the results determined under
40 IC 3-12-4-9 to the commission and the department of state revenue.

41 (f) If a public question under this section is placed on the ballot in
42 a county and the voters of the county do not vote in favor of permitting



1 riverboat gambling under this article, a second public question under
 2 this section may not be held in that county for at least two (2) years. If
 3 the voters of the county vote to reject riverboat gambling a second time,
 4 a third or subsequent public question under this section may not be
 5 held in that county until the general election held during the tenth year
 6 following the year that the previous public question was placed on the
 7 ballot.

8 **(g) This subsection applies to Vigo County. A public question**
 9 **concerning gaming in Vigo County shall be placed on the ballot as**
 10 **described in subsection (c) in the general election held in 2019. The**
 11 **county election board shall place the following question on the**
 12 **ballot:**

13 **"Shall inland casino gambling be permitted in Vigo County?"**.

14 SECTION 22. IC 4-33-6-24, AS ADDED BY P.L.255-2015,
 15 SECTION 11, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 16 JULY 1, 2019]: Sec. 24. **(a) This section does not apply to a**
 17 **relocated riverboat in Gary under section 4.5 of this chapter or an**
 18 **inland casino in Vigo County operated under IC 4-33-6.7.**

19 ~~(a)~~ **(b)** For purposes of this section, property is considered to be
 20 adjacent to a riverboat dock site even if it is separated from the dock
 21 site by public rights-of-way or railroad rights-of-way.

22 ~~(b)~~ **(c)** A licensed owner may relocate the licensed owner's gaming
 23 operation from a docked riverboat to an inland casino if the following
 24 conditions are met:

25 (1) Except as provided in subsection ~~(c)~~; **(d)**, the casino is located
 26 on property that the licensed owner owned or leased and used in
 27 the conduct of the licensed owner's gaming operations on
 28 February 1, 2015.

29 (2) The casino is located on property adjacent to the dock site of
 30 the licensed owner's riverboat.

31 (3) The casino complies with all applicable building codes and
 32 any safety requirements imposed by the commission.

33 (4) The commission approves the relocation of the licensed
 34 owner's gaming operation.

35 ~~(c)~~ **(d)** This subsection applies to a licensed owner that owns or
 36 leases property that is considered adjacent to a riverboat dock site
 37 under subsection ~~(a)~~; **(b)**. The licensed owner may:

38 (1) acquire part of the public rights-of-way or railroad
 39 rights-of-way to form a contiguous parcel with the property
 40 owned or leased by the licensed owner on February 1, 2015; and

41 (2) subject to the other requirements of this section, situate an
 42 inland casino on the contiguous parcel formed under subdivision



1 (1).

2 ~~(d)~~ (e) The commission may impose any requirement upon a
3 licensed owner relocating gaming operations under this section.

4 ~~(e)~~ (f) The number of gambling games offered by a licensed owner
5 in an inland facility operated under this section may not exceed the
6 greatest number of gambling games offered by the licensed owner in
7 the licensed owner's docked riverboat since January 1, 2007.

8 SECTION 23. IC 4-33-6.7 IS ADDED TO THE INDIANA CODE
9 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
10 JULY 1, 2019]:

11 **Chapter 6.7. Vigo County Casino Operations**

12 **Sec. 1. (a) If an owner's license is relinquished under**
13 **IC 4-33-6-4.6, the commission shall create and implement a**
14 **competitive bid process for awarding the license to operate an**
15 **inland casino in Vigo County. The commission shall publish details**
16 **of the competitive bid process on its Internet web site. The**
17 **commission shall prescribe the form of the application for**
18 **permission to operate a casino facility under this chapter. The**
19 **application must include the following information:**

20 (1) The name of the applicant.

21 (2) The street address of the applicant's proposed casino.

22 (3) A description of the proposed gaming facilities and
23 proposed nongaming amenities, such as lodging facilities,
24 dining facilities, and retail facilities, at the proposed casino.

25 (4) The amounts that the applicant will invest in both gaming
26 facilities and nongaming amenities at the proposed casino.

27 (5) The proposed number of gambling games that the
28 applicant seeks permission to operate at the proposed casino.

29 (6) Evidence that the applicant's proposed casino will do the
30 following:

31 (A) Enhance the credibility and integrity of gaming in
32 Indiana.

33 (B) Promote employment and economic development in the
34 area surrounding the proposed casino.

35 (C) Optimize the collection of wagering tax revenue under
36 this article.

37 (7) The amount of money that the applicant offers for the
38 license fee.

39 (b) The commission shall approve an application submitted
40 under this chapter based on the commission's determination of
41 which applicant has submitted the application and bid that best
42 benefits the state of Indiana.



1 **(c) The license fee paid under subsection (a)(7) shall be**
 2 **deposited in the state general fund.**

3 SECTION 24. IC 4-33-12-0.5, AS ADDED BY P.L.255-2015,
 4 SECTION 14, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 5 JULY 1, 2019]: Sec. 0.5. This chapter does not apply to **the following:**

6 **(1) A riverboat in a historic hotel district.**

7 **(2) Sports wagering conducted under IC 4-38 at a riverboat.**

8 SECTION 25. IC 4-33-12-6, AS AMENDED BY P.L.109-2018,
 9 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 10 JULY 1, 2019]: Sec. 6. (a) The department shall place in the state
 11 general fund the tax revenue collected under this chapter.

12 (b) Except as provided by section 8 of this chapter, the treasurer of
 13 state shall quarterly pay the following amounts:

14 (1) Except as provided in section 9(k) of this chapter, thirty-three
 15 and one-third percent (33 1/3%) of the admissions tax and
 16 supplemental wagering tax collected by the licensed owner during
 17 the quarter shall be paid to:

18 (A) the city in which the riverboat is ~~docked~~, **located**, if the
 19 city:

20 (i) is located in a county having a population of more than
 21 one hundred eleven thousand (111,000) but less than one
 22 hundred fifteen thousand (115,000); ~~or~~

23 (ii) is contiguous to the Ohio River and is the largest city in
 24 the county; **or**

25 **(iii) is Terre Haute; and**

26 (B) the county in which the riverboat is ~~docked~~, **located**, if the
 27 riverboat is not ~~docked~~ **located** in a city described in clause
 28 (A).

29 (2) Except as provided in section 9(k) of this chapter, thirty-three
 30 and one-third percent (33 1/3%) of the admissions tax and
 31 supplemental wagering tax collected by the licensed owner during
 32 the quarter shall be paid to the county in which the riverboat is
 33 docked. In the case of a county described in subdivision (1)(B),
 34 this thirty-three and one-third percent (33 1/3%) of the admissions
 35 tax and supplemental wagering tax is in addition to the
 36 thirty-three and one-third percent (33 1/3%) received under
 37 subdivision (1)(B).

38 (3) Except as provided in section 9(k) of this chapter, three and
 39 thirty-three hundredths percent (3.33%) of the admissions tax and
 40 supplemental wagering tax collected by the licensed owner during
 41 the quarter shall be paid to the county convention and visitors
 42 bureau or promotion fund for the county in which the riverboat is



- 1 docked.
- 2 (4) Except as provided in section 9(k) of this chapter, five percent
- 3 (5%) of the admissions tax and supplemental wagering tax
- 4 collected by the licensed owner during a quarter shall be paid to
- 5 the state fair commission, for use in any activity that the
- 6 commission is authorized to carry out under IC 15-13-3.
- 7 (5) Except as provided in section 9(k) of this chapter, three and
- 8 thirty-three hundredths percent (3.33%) of the admissions tax and
- 9 supplemental wagering tax collected by the licensed owner during
- 10 the quarter shall be paid to the division of mental health and
- 11 addiction. The division shall allocate at least twenty-five percent
- 12 (25%) of the funds derived from the admissions tax to the
- 13 prevention and treatment of compulsive gambling.
- 14 (6) Twenty-one and six hundred sixty-seven thousandths percent
- 15 (21.667%) of the admissions tax and supplemental wagering tax
- 16 collected by the licensed owner during the quarter shall be paid
- 17 to the state general fund.
- 18 SECTION 26. IC 4-33-13-0.5 IS ADDED TO THE INDIANA
- 19 CODE AS A NEW SECTION TO READ AS FOLLOWS
- 20 [EFFECTIVE JULY 1, 2019]: **Sec. 0.5. This chapter does not apply**
- 21 **to sports wagering conducted under IC 4-38 at a riverboat.**
- 22 SECTION 27. IC 4-33-13-7, AS AMENDED BY P.L.255-2015,
- 23 SECTION 19, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 24 JULY 1, 2019]: Sec. 7. (a) This section applies to adjusted gross
- 25 receipts from wagering on gambling games that occurs after the
- 26 effective date of this section, as added by SEA 528-2013.
- 27 (b) As used in this section, "qualified wagering" refers to wagers
- 28 made by patrons using noncashable vouchers, coupons, electronic
- 29 credits, or electronic promotions provided by the licensed owner or
- 30 operating agent.
- 31 (c) Subject to subsection (d), a licensed owner or operating agent
- 32 may at any time during a state fiscal year deduct from the adjusted
- 33 gross receipts reported by the licensed owner or operating agent
- 34 adjusted gross receipts attributable to qualified wagering. A licensed
- 35 owner or operating agent must take a deduction under this section on
- 36 a form and in the manner prescribed by the department.
- 37 (d) A licensed owner or operating agent may not deduct more than
- 38 the following amounts in a particular state fiscal year **with respect to**
- 39 **the qualified wagering conducted at a particular riverboat:**
- 40 (1) Two million five hundred thousand dollars (\$2,500,000) in a
- 41 state fiscal year ending before July 1, 2013.
- 42 (2) Five million dollars (\$5,000,000) in a state fiscal year



1 beginning after June 30, 2013, and ending before July 1, 2015.

2 (3) Seven million dollars (\$7,000,000) in a state fiscal year
3 beginning after June 30, 2015, **and ending before July 1, 2020.**

4 **(4) Nine million dollars (\$9,000,000) in a state fiscal year**
5 **beginning after June 30, 2020.**

6 (e) A licensed owner or operating agent may for a state fiscal year
7 assign all or part of the amount of the deduction under this section that
8 is not claimed by the licensed owner or operating agent for the state
9 fiscal year to another licensed owner, operating agent, or licensee as
10 defined by IC 4-35-2-7. An assignment under this subsection must be
11 in writing and both the licensed owner or operating agent assigning the
12 deduction and the licensed owner, operating agent, or licensee as
13 defined by IC 4-35-2-7 to which the deduction is assigned shall report
14 the assignment to the commission and to the department. The
15 maximum amount that may be assigned under this subsection by a
16 licensed owner or operating agent for a state fiscal year is equal to the
17 result of:

18 (1) seven million dollars (\$7,000,000); minus

19 (2) the amount deducted under this subsection by the licensed
20 owner or operating agent for the state fiscal year.

21 SECTION 28. IC 4-35-2-2, AS AMENDED BY P.L.210-2013,
22 SECTION 12, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
23 JULY 1, 2019]: Sec. 2. (a) "Adjusted gross receipts" means:

24 (1) the total of all cash and property (including checks received
25 by a licensee, whether collected or not) received by a licensee
26 from gambling games, including amounts that are distributed by
27 a licensee under IC 4-35-7-12; minus

28 (2) the total of:

29 (A) all cash paid out to patrons as winnings for gambling
30 games; and

31 (B) uncollectible gambling game receivables, not to exceed the
32 lesser of:

33 (i) a reasonable provision for uncollectible patron checks
34 received from gambling games; or

35 (ii) two percent (2%) of the total of all sums, including
36 checks, whether collected or not, less the amount paid out to
37 patrons as winnings for gambling games.

38 For purposes of this section, a counter or personal check that is invalid
39 or unenforceable under this article is considered cash received by the
40 licensee from gambling games.

41 **(b) The term does not include amounts received from sports**
42 **wagering conducted by a licensee under IC 4-38.**



1 SECTION 29. IC 4-35-2-5, AS AMENDED BY P.L.255-2015,
 2 SECTION 21, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 3 JULY 1, 2019]: Sec. 5. (a) "Gambling game" means any of the
 4 following:

5 (1) A game played on a slot machine approved for wagering under
 6 this article by the commission.

7 (2) A game played on a slot machine through the use of a mobile
 8 gaming device approved under this article.

9 (3) A table game approved by the commission under
 10 IC 4-35-7-19.

11 (b) **The term does not include sports wagering conducted under
 12 IC 4-38.**

13 SECTION 30. IC 4-35-4-17 IS ADDED TO THE INDIANA CODE
 14 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
 15 1, 2019]: Sec. 17. (a) **The bureau shall provide information to a
 16 certificate holder, as defined in IC 4-38-2, concerning persons who
 17 are delinquent in child support.**

18 (b) **Prior to a certificate holder disbursing a payout of six
 19 hundred dollars (\$600) or more, in cash winnings, from sports
 20 wagering to a person who is delinquent in child support, the
 21 certificate holder:**

22 (1) **may deduct and retain an administrative fee in the amount
 23 of the lesser of:**

24 (A) **three percent (3%) of the amount of delinquent child
 25 support withheld under subdivision (2)(A); or**

26 (B) **one hundred dollars (\$100); and**

27 (2) **shall:**

28 (A) **withhold the amount of delinquent child support owed
 29 from cash winnings;**

30 (B) **transmit to the bureau:**

31 (i) **the amount withheld for delinquent child support;
 32 and**

33 (ii) **identifying information, including the full name,
 34 address, and Social Security number of the obligor and
 35 the child support case identifier, the date and amount of
 36 the payment, and the name and location of the licensed
 37 owner, operating agent, or trustee; and**

38 (C) **issue the obligor a receipt in a form prescribed by the
 39 bureau with the total amount withheld for delinquent child
 40 support and the administrative fee.**

41 (c) **The bureau shall notify the obligor at the address provided
 42 by the certificate holder that the bureau intends to offset the**



1 obligor's delinquent child support with the cash winnings.

2 (d) The bureau shall hold the amount withheld from each cash
3 winnings of an obligor for ten (10) business days before applying
4 the amount as payment to the obligor's delinquent child support.

5 (e) The delinquent child support required to be withheld under
6 this section and an administrative fee described under subsection
7 (b)(1) have priority over any secured or unsecured claim on cash
8 winnings except claims for federal or state taxes that are required
9 to be withheld under federal or state law.

10 SECTION 31. IC 4-35-7-19, AS ADDED BY P.L.255-2015,
11 SECTION 42, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
12 JULY 1, 2019]: Sec. 19. (a) ~~After March 1, 2021, and before June 30,~~
13 ~~2021, a licensee may submit a plan to the commission for conducting~~
14 ~~wagering on table games at the licensee's gambling game facility. The~~
15 ~~commission shall consider a plan submitted under this subsection~~
16 ~~within forty-five (45) days of receiving the plan.~~

17 (b) In making its determination to authorize wagering on table
18 games, the commission shall consider the potential:

- 19 (1) economic benefits;
20 (2) tax revenue;
21 (3) number of new jobs; and
22 (4) capital investments;

23 that could occur if the commission authorizes wagering on table games
24 based on a plan submitted under subsection (a):

25 (c) After considering a plan submitted under subsection (a) and the
26 criteria described in subsection (b); The commission ~~may~~ **shall**
27 authorize wagering on table games at ~~the~~ **each** licensee's gambling
28 game facility **beginning January 1, 2021.**

29 (d) (b) A licensee may not:

- 30 (1) install more gambling games than the number of gambling
31 games proposed in the table game plan submitted to the
32 commission; and
33 (2) offer more than two thousand two hundred (2,200) gambling
34 games as provided under section 11(b) of this chapter.

35 SECTION 32. IC 4-35-8-5, AS AMENDED BY P.L.255-2015,
36 SECTION 44, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
37 JULY 1, 2019]: Sec. 5. (a) This section applies to adjusted gross
38 receipts from wagering on gambling games that occurs after the
39 effective date of this section, as added by SEA 528-2013.

40 (b) As used in this section, "qualified wagering" refers to wagers
41 made by patrons using noncashable vouchers, coupons, electronic
42 credits, or electronic promotions provided by the licensee.



1 (c) Subject to subsection (d), a licensee may at any time during the
 2 state fiscal year deduct from the adjusted gross receipts reported by the
 3 licensee the adjusted gross receipts attributable to qualified wagering.
 4 A licensee must take a deduction under this section on a form and in
 5 the manner prescribed by the department.

6 (d) A licensee may not deduct more than the following amounts in
 7 a particular state fiscal year:

8 (1) Two million five hundred thousand dollars (\$2,500,000) in a
 9 state fiscal year ending before July 1, 2013.

10 (2) Five million dollars (\$5,000,000) in a state fiscal year
 11 beginning after June 30, 2013, and ending before July 1, 2015.

12 (3) Seven million dollars (\$7,000,000) in a state fiscal year
 13 beginning after June 30, 2015, **and ending before July 1, 2020.**

14 (4) **Nine million dollars (\$9,000,000) in a state fiscal year**
 15 **beginning after June 30, 2020.**

16 (e) Deductions under this section also apply to a licensee's adjusted
 17 gross receipts for purposes of the following statutes:

18 (1) IC 4-35-7-12.

19 (2) IC 4-35-8.5.

20 (3) IC 4-35-8.9.

21 (f) A licensee may for a state fiscal year assign all or part of the
 22 amount of the deduction under this section that is not claimed by the
 23 licensee for the state fiscal year to another licensee, a licensed owner
 24 as defined by IC 4-33-2-13, or an operating agent as defined by
 25 IC 4-33-2-14.5. An assignment under this subsection must be in writing
 26 and both the licensee assigning the deduction and the licensee, licensed
 27 owner as defined by IC 4-33-2-13, or operating agent as defined by
 28 IC 4-33-2-14.5, to which the deduction is assigned shall report the
 29 assignment to the commission and to the department. The maximum
 30 amount that may be assigned under this subsection by a licensee for a
 31 state fiscal year is equal to the result of:

32 (1) seven million dollars (\$7,000,000); minus

33 (2) the amount deducted under this subsection by the licensee for
 34 the state fiscal year.

35 SECTION 33. IC 4-35-8.5-0.5 IS ADDED TO THE INDIANA
 36 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
 37 [EFFECTIVE JULY 1, 2019]: **Sec. 0.5. This chapter does not apply**
 38 **to sports wagering conducted under IC 4-38.**

39 SECTION 34. IC 4-38 IS ADDED TO THE INDIANA CODE AS
 40 A **NEW** ARTICLE TO READ AS FOLLOWS [EFFECTIVE JULY 1,
 41 2019]:

42 **ARTICLE 38. SPORTS WAGERING**



1 **Chapter 1. General Provisions**

2 **Sec. 1. Pursuant to 15 U.S.C. 1172, approved January 2, 1951,**
 3 **the state of Indiana, acting by and through duly elected and**
 4 **qualified members of the legislature, does declare and proclaim**
 5 **that the state is exempt from the provisions of 15 U.S.C. 1172.**

6 **Sec. 2. All shipments of gambling devices used to conduct sports**
 7 **wagering under this article to an operating agent, a licensed owner,**
 8 **or a permit holder in Indiana, the registering, recording, and**
 9 **labeling of which have been completed by the manufacturer or**
 10 **dealer thereof in accordance with 15 U.S.C. 1171 through 1178, are**
 11 **legal shipments of gambling devices into Indiana.**

12 **Sec. 3. The commission shall regulate and administer sports**
 13 **wagering conducted by a certificate holder or vendor under this**
 14 **article.**

15 **Sec. 4. The commission has the following powers and duties for**
 16 **the purpose of administering, regulating, and enforcing the system**
 17 **of sports wagering authorized under this article:**

18 **(1) All powers and duties specified in this article.**

19 **(2) All powers necessary and proper to fully and effectively**
 20 **execute this article.**

21 **(3) Jurisdiction and supervision over the following:**

22 **(A) All sports wagering operations in Indiana.**

23 **(B) All persons at licensed facilities where sports wagering**
 24 **is conducted.**

25 **(4) Any power specified in IC 4-33 or IC 4-35 concerning the**
 26 **supervision of persons conducting gambling games, patrons**
 27 **wagering on gambling games, and the facilities in which**
 28 **gambling games are conducted.**

29 **(5) To investigate and reinvestigate applicants, certificate**
 30 **holders, licensees, and vendors.**

31 **(6) To investigate alleged violations of this article.**

32 **(7) To revoke, suspend, or renew certificates and licenses**
 33 **under this article.**

34 **(8) To take any reasonable or appropriate action to enforce**
 35 **this article.**

36 **Sec. 5. The commission may do the following:**

37 **(1) Take appropriate administrative enforcement or**
 38 **disciplinary action against a person who violates this article.**

39 **(2) Conduct hearings.**

40 **(3) Issue subpoenas for the attendance of witnesses and**
 41 **subpoenas duces tecum for the production of books, records,**
 42 **and other relevant documents.**



1 **(4) Administer oaths and affirmations to witnesses.**
2 **Chapter 2. Definitions**
3 **Sec. 1. The definitions set forth in this chapter apply throughout**
4 **this article unless the context clearly denotes otherwise.**
5 **Sec. 2. "Adjusted gross receipts" means:**
6 **(1) the total of all cash and property (including checks**
7 **received by a certificate holder, whether collected or not)**
8 **received by a certificate holder from sports wagering; minus**
9 **(2) the total of:**
10 **(A) all cash paid out as winnings to sports wagering**
11 **patrons; and**
12 **(B) uncollectible gaming receivables, not to exceed the**
13 **lesser of:**
14 **(i) a reasonable provision for uncollectible patron checks**
15 **received from sports wagering; or**
16 **(ii) two percent (2%) of the total of all sums (including**
17 **checks, whether collected or not) less the amount paid**
18 **out as winnings to sports wagering patrons.**
19 **For purposes of this section, a counter or personal check that is**
20 **invalid or unenforceable under this article is considered cash**
21 **received by the certificate holder from sports wagering.**
22 **Sec. 3. "Amateur youth sporting event" refers to any sporting**
23 **event in which an individual:**
24 **(1) must be less than eighteen (18) years of age to participate;**
25 **and**
26 **(2) is prohibited, as a condition of participating in the sporting**
27 **event, from receiving direct or indirect compensation for the**
28 **use of the individual's athletic skill in any manner with**
29 **respect to the sport in which the particular sporting event is**
30 **conducted.**
31 **Sec. 4. "Certificate holder" means a licensed owner, operating**
32 **agent, or permit holder issued a certificate of authority by the**
33 **commission authorizing the licensed owner, operating agent, or**
34 **permit holder to conduct sports wagering independently or**
35 **through a vendor under this article.**
36 **Sec. 5. "Commission" refers to the Indiana gaming commission**
37 **established by IC 4-33-3-1.**
38 **Sec. 6. "Department" refers to the department of state revenue.**
39 **Sec. 7. "E-sports" means a single player or multiplayer video**
40 **game played competitively, typically by professional gamers.**
41 **Sec. 8. "Gross receipts" means the total amount of money**
42 **exchanged for the purchase of electronic cards by sports wagering**



- 1 patrons.
- 2 Sec. 9. "In-play wagering" refers to the practice of placing a
3 wager after a sporting event has started.
- 4 Sec. 10. "Licensed facility" means any of the following:
- 5 (1) A satellite facility operated under IC 4-31-5.5.
6 (2) A riverboat operated under IC 4-33.
7 (3) A gambling game facility operated under IC 4-35.
8 (4) A relocated riverboat under IC 4-33-6-4.5.
- 9 Sec. 11. "Licensed owner" has the meaning set forth in
10 IC 4-33-2-13.
- 11 Sec. 12. "Occupational license" means a license issued by the
12 commission under IC 4-33-8.
- 13 Sec. 13. "Operating agent" means a person with whom the
14 commission has entered into a contract under IC 4-33-6.5 to
15 operate a riverboat in a historic hotel district.
- 16 Sec. 14. "Permit holder" has the meaning set forth in
17 IC 4-31-2-14.
- 18 Sec. 15. "Person" means an individual, a sole proprietorship, a
19 partnership, an association, a fiduciary, a corporation, a limited
20 liability company, or any other business entity.
- 21 Sec. 16. "Riverboat" has the meaning set forth in IC 4-33-2-17.
- 22 Sec. 17. "Sports wagering" refers to wagering conducted under
23 this article on athletic and sporting events involving human
24 competitors. The term does not include pari-mutuel wagering on
25 horse racing or money spent to participate in paid fantasy sports
26 under IC 4-33-24.
- 27 Sec. 18. "Sports wagering device" refers to a mechanical,
28 electrical, or computerized contrivance, terminal, device,
29 apparatus, piece of equipment, or supply approved by the
30 commission for conducting sports wagering under this article.
- 31 Sec. 19. "Sports wagering service provider" means a person
32 that contracts with a certificate holder, a vendor, or an applicant
33 for a certificate of authority under IC 4-38-4 or vendor's license to:
- 34 (1) sell, lease, offer, or otherwise provide or distribute a sports
35 wagering device or associated equipment;
36 (2) service a sports wagering device or associated equipment;
37 or
38 (3) provide risk management services, integrity services, or
39 odds.
- 40 Sec. 20. "Sports wagering service provider license" means a
41 license issued under IC 4-38-7.
- 42 Sec. 21. "Supplier's license" means a license issued under



1 IC 4-33-7.

2 Sec. 22. "Vendor" means a person with whom a certificate
3 holder contracts for conducting or managing sports wagering
4 operations within a licensed facility.

5 Sec. 23. "Vendor's license" means a license issued to a vendor
6 under IC 4-38-6.

7 Chapter 3. Administrative Rules

8 Sec. 1. The commission shall adopt rules under IC 4-22-2,
9 including emergency rules in the manner provided under
10 IC 4-22-2-37.1, to implement this article. Rules adopted under this
11 section must include the following:

12 (1) Standards for the conduct of sports wagering under this
13 article.

14 (2) Standards and procedures to govern the conduct of sports
15 wagering, including the manner in which:

16 (A) wagers are received;

17 (B) payouts are paid; and

18 (C) point spreads, lines, and odds are determined.

19 (3) Standards for allowing a certificate holder to offer sports
20 wagering as an interactive form of gaming.

21 (4) Rules prescribing the manner in which a certificate
22 holder's books and financial records relating to sports
23 wagering are maintained and audited, including standards for
24 the daily counting of a certificate holder's gross receipts from
25 sports wagering and standards to ensure that internal
26 controls are followed.

27 (5) Rules concerning the detection and prevention of
28 compulsive gambling.

29 (6) Standards for approving procedures and technologies
30 necessary to comply with the requirements of IC 4-38-9.

31 (7) Standards for approving procedures and technologies
32 necessary for a certificate holder or vendor to securely and
33 efficiently maintain and store records of all bets and wagers
34 placed with the certificate holder or vendor.

35 Sec. 2. Rules adopted under section 1 of this chapter must
36 require a certificate holder to do the following:

37 (1) Designate an area within the licensed facility operated by
38 the certificate holder for sports wagering conducted under
39 this article.

40 (2) Ensure that the certificate holder's surveillance system
41 covers all areas of the certificate holder's licensed facility in
42 which sports wagering is conducted.



- 1 **(3) Allow the commission to be present through the**
- 2 **commission's gaming agents during the time sports wagering**
- 3 **is conducted in all areas of the certificate holder's licensed**
- 4 **facility in which sports wagering is conducted to do the**
- 5 **following:**
- 6 **(A) Ensure maximum security of the counting and storage**
- 7 **of the sports wagering revenue received by the certificate**
- 8 **holder.**
- 9 **(B) Certify the sports wagering revenue received by the**
- 10 **certificate holder.**
- 11 **(C) Receive complaints from the public.**
- 12 **(D) Conduct other investigations into the conduct of sports**
- 13 **wagering and the maintenance of the equipment that the**
- 14 **commission considers necessary and proper for sports**
- 15 **wagering.**
- 16 **(4) Ensure that individuals who are less than twenty-one (21)**
- 17 **years of age do not make wagers under this article.**
- 18 **(5) Provide written information to sports wagering patrons**
- 19 **about sports wagering, payouts, winning wagers, and other**
- 20 **information considered relevant by the commission.**

21 **Chapter 4. Authority to Conduct Sports Wagering**

22 **Sec. 1. A person holding a certificate of authority issued under**

23 **this chapter is authorized to conduct sports wagering under this**

24 **article after June 30, 2019.**

25 **Sec. 2. Beginning July 1, 2019, the commission may accept**

26 **applications for a certificate of authority from any licensed owner,**

27 **operating agent, or permit holder that wishes to conduct sports**

28 **wagering under this article. The commission shall prescribe the**

29 **form of the application.**

30 **Sec. 3. (a) A licensed owner, operating agent, or permit holder**

31 **that wishes to offer sports wagering under this article at a**

32 **riverboat operated under IC 4-33 or a gambling game facility**

33 **operated under IC 4-35 must:**

- 34 **(1) submit an application to the commission in the manner**
- 35 **prescribed by the commission for each licensed facility in**
- 36 **which the applicant wishes to conduct sports wagering; and**
- 37 **(2) pay an initial fee of one hundred thousand dollars**
- 38 **(\$100,000).**

39 **(b) A permit holder that wishes to offer sports wagering under**

40 **this article at a satellite facility operated under IC 4-31-5.5 must:**

- 41 **(1) Submit an application to the commission in the manner**
- 42 **prescribed by the commission for each satellite facility in**



1 which the applicant wishes to conduct sports wagering.

2 (2) Pay an initial fee of one hundred thousand dollars
3 (\$100,000).

4 Sec. 4. Upon:

5 (1) receipt of the application and fee required by section 3 of
6 this chapter; and

7 (2) approving the submitted application;

8 the commission shall issue a certificate of authority to a licensed
9 owner, an operating agent, or a permit holder authorizing the
10 licensed owner, operating agent, or permit holder to conduct sports
11 wagering under this article in a designated licensed facility.

12 Sec. 5. The commission shall deposit fees received under section
13 3 of this chapter in the sports wagering fund established by
14 IC 4-38-8-2.

15 Chapter 5. Conduct of Sports Wagering

16 Sec. 1. (a) The commission shall test new sports wagering
17 devices and new forms, variations, or composites of sports
18 wagering under the terms and conditions that the commission
19 considers appropriate before authorizing a certificate holder to
20 offer a new sports wagering device or a new form, variation, or
21 composite of sports wagering.

22 (b) A certificate holder shall provide all data relating to the
23 conduct of sports wagering to the commission.

24 (c) The commission may provide data received from a certificate
25 holder to any governing body conducting a sporting event
26 described in section 4(a) of this chapter.

27 Sec. 2. A certificate holder shall designate an area within each
28 licensed facility in which the certificate holder is authorized to
29 conduct sports wagering under this article. Except as provided in
30 section 10 of this chapter, sports wagering may not be conducted
31 at any location other than the area designated under this section.

32 Sec. 3. (a) Except as provided in subsection (b), a person who is
33 less than twenty-one (21) years of age may not be present in an
34 area where sports wagering is being conducted.

35 (b) A person who is at least eighteen (18) years of age and who
36 is an employee of a certificate holder's licensed facility may be
37 present in an area where sports wagering is conducted. However,
38 an employee who is less than twenty-one (21) years of age may not
39 perform any function involving sports wagering by the patrons.

40 Sec. 4. (a) A certificate holder or vendor may accept wagers on
41 professional and collegiate sporting events approved for sports
42 wagering by the commission, and other events as approved by the



1 commission. A certificate holder or vendor may use data selected
2 in its discretion to determine whether a wager is a winning wager.

3 (b) A certificate holder or vendor may not accept wagers on
4 e-sports regardless of whether the e-sports event involves one (1)
5 or multiple players.

6 (c) In-play wagering is authorized under this article.

7 Sec. 5. A certificate holder or vendor may not accept wagers on
8 the following:

9 (1) High school and other amateur youth sporting events.

10 (2) A sporting event that has not been approved for sports
11 wagering by the commission.

12 Sec. 6. A certificate holder or vendor may not cancel wagering
13 on a particular sporting event after posting odds and beginning to
14 accept wagers on the sporting event, except in the event of obvious
15 error, at the certificate holder's or vendor's discretion. A
16 certificate holder or vendor must pay winning patrons following
17 the end of the sporting event.

18 Sec. 7. A certificate holder or vendor may not permit any sports
19 wagering on the premises of a licensed facility except as permitted
20 by this article.

21 Sec. 8. (a) A sports wagering device, platform, or other means
22 of conducting sports wagering must be:

23 (1) approved by the commission; and

24 (2) acquired by a certificate holder or vendor from a person
25 holding both a supplier's license and a sports wagering service
26 provider license.

27 (b) The commission shall determine whether other supplies and
28 equipment used to conduct sports wagering require a certificate
29 holder to acquire the supplies and equipment from a person
30 holding both a supplier's license and a sports wagering service
31 provider license.

32 (c) IC 4-33-7 applies to the distribution of sports wagering
33 devices and the conduct of sports wagering under this article.

34 Sec. 9. The commission shall determine the occupations related
35 to sports wagering that require an occupational license. IC 4-33-8
36 applies to the conduct of sports wagering under this article.

37 Sec. 10. IC 4-31-3-16, IC 4-31-6-11, IC 4-33-4-28, IC 4-33-8.5,
38 IC 4-35-4-17, and IC 4-35-6.7 apply, as appropriate, to sports
39 wagering conducted at a licensed facility.

40 Sec. 11. (a) This section applies to sports wagering conducted at
41 a satellite facility by a certificate holder that is a permit holder.

42 (b) A certificate issued under this article is null and void if the



1 certificate holder fails to:

- 2 (1) maintain a license issued under IC 4-31-5.5 to operate the
3 satellite facility; or
4 (2) satisfy the conditions for obtaining a satellite facility
5 license set forth in IC 4-31-5.5-3(b)(3) in the certificate
6 holder's operation of the satellite facility.

7 **Chapter 6. Vendors**

8 **Sec. 1. A person must hold a license issued under this chapter**
9 **before entering into a contract as a vendor with a certificate**
10 **holder.**

11 **Sec. 2. The commission may issue a vendor's license to a**
12 **qualified applicant.**

13 **Sec. 3. (a) A person applying for a vendor's license under this**
14 **chapter must pay a nonrefundable application fee of one hundred**
15 **thousand dollars (\$100,000) to the commission. The commission**
16 **shall deposit fees received under this section in the sports wagering**
17 **fund established by IC 4-38-8-2.**

18 **(b) An applicant must submit the following on forms provided**
19 **by the commission:**

- 20 (1) If the applicant is an individual, two (2) sets of the
21 individual's fingerprints.
22 (2) If the applicant is not an individual, two (2) sets of
23 fingerprints for each officer and director of the applicant.

24 **(c) The commission shall review the applications for a vendor's**
25 **license under this chapter and shall inform each applicant of the**
26 **commission's decision concerning the issuance of the vendor's**
27 **license.**

28 **(d) The costs of investigating an applicant for a vendor's license**
29 **under this chapter shall be paid from the application fee paid by**
30 **the applicant.**

31 **(e) An applicant for a vendor's license under this chapter must**
32 **pay all additional costs that are:**

- 33 (1) associated with the investigation of the applicant; and
34 (2) greater than the amount of the application fee paid by the
35 applicant.

36 **Sec. 4. In determining whether to grant a vendor's license to an**
37 **applicant, the commission shall consider the character, reputation,**
38 **experience, and financial integrity of the following:**

- 39 (1) The applicant.
40 (2) A person that:
41 (A) directly or indirectly controls the applicant; or
42 (B) is directly or indirectly controlled by the applicant or



1 by a person that directly or indirectly controls the
 2 applicant.

3 **Sec. 5. (a)** The state police department may assist the
 4 commission in conducting background investigations of applicants
 5 for a vendor's license. The commission may forward all
 6 fingerprints required to be submitted by license applicants under
 7 this chapter to the Federal Bureau of Investigation or any other
 8 agency for the purpose of screening applicants. The commission
 9 shall reimburse the state police department for the costs incurred
 10 by the state police department as a result of the assistance. The
 11 commission shall make the payment from fees collected from
 12 applicants.

13 **(b)** The commission through its gaming agents shall conduct
 14 background investigations of applicants. Costs incurred conducting
 15 the investigations must be paid from fees collected from applicants.

16 **Sec. 6.** A person holding a vendor's license shall pay to the
 17 commission an annual administrative fee of fifty thousand dollars
 18 (\$50,000). The fee imposed by this section is due one (1) year after
 19 the date that the vendor begins performing services under a
 20 contract with a certificate holder in the conduct of sports wagering
 21 under this article and on each annual anniversary date thereafter.
 22 The commission shall deposit the administrative fees received
 23 under this section in the sports wagering fund established by
 24 IC 4-38-8-2.

25 **Sec. 7.** A certificate holder may not contract with more than
 26 three (3) vendors.

27 **Chapter 7. Sports Wagering Service Providers**

28 **Sec. 1.** A person must hold a license issued under this chapter
 29 before entering into a contract as a sports wagering service
 30 provider with a certificate holder, a vendor, or an applicant for a
 31 certificate of authority under IC 4-38-4 or a vendor's license.

32 **Sec. 2.** The commission may issue a sports wagering service
 33 provider license to a qualified applicant.

34 **Sec. 3. (a)** A person applying for a sports wagering service
 35 provider license under this chapter must pay a nonrefundable
 36 application fee of one hundred thousand dollars (\$100,000) to the
 37 commission. The commission shall deposit fees received under this
 38 section in the sports wagering fund established by IC 4-38-8-2.

39 **(b)** An applicant must submit a completed application on a form
 40 prescribed by the commission.

41 **Sec. 4.** While considering a person's application for a sports
 42 wagering service provider license, the commission may issue the



1 person a temporary license to conduct business under this article
2 if the following criteria are met:

3 (1) The person has filed with the commission either of the
4 following:

5 (A) A completed application.

6 (B) A substantially complete application as determined by
7 the commission.

8 (2) The person agrees in writing to the following conditions of
9 the temporary license issued under this section:

10 (A) The temporary license does not create a right or
11 privilege to continue conducting business under this article
12 if the person's application for a sports wagering service
13 provider license is rejected by the commission.

14 (B) The commission may rescind the person's temporary
15 license and the authority to conduct business under this
16 article at any time, with or without notice to the person, if:

17 (i) the commission is informed that the suitability of the
18 person may be at issue; and

19 (ii) the person fails to cooperate with the commission in
20 the commission's investigation into the qualifications and
21 suitability of the person for a sports wagering service
22 provider license.

23 **Sec. 5. When reviewing a person's application for a sports**
24 **wagering service provider license, the commission:**

25 (1) shall consider the suitability findings of other jurisdictions
26 in which the person is licensed, certified, or authorized to
27 conduct business as a sports wagering service provider; and

28 (2) may waive requirements set forth in the application form
29 prescribed by the commission if:

30 (A) the suitability findings of other jurisdictions provide
31 sufficient information to fully consider the person's
32 application; and

33 (B) the person provides all the information otherwise
34 requested by the commission.

35 **Chapter 8. Annual License Fees**

36 **Sec. 1. A certificate holder shall pay to the commission an**
37 **annual administrative fee of fifty thousand dollars (\$50,000). The**
38 **fee imposed by this section is due one (1) year after the date that**
39 **the certificate holder commences sports wagering operations under**
40 **this article and on each annual anniversary date thereafter. The**
41 **commission shall deposit the administrative fees received under**
42 **this section in the sports wagering fund established by section 2 of**



- 1 this chapter.
- 2 **Sec. 2. (a) The sports wagering fund is established.**
- 3 **(b) The commission shall administer the fund.**
- 4 **(c) The fund consists of the following:**
- 5 **(1) Initial fees deposited in the fund under IC 4-38-4-5.**
- 6 **(2) Fees deposited in the fund under IC 4-38-6.**
- 7 **(3) Fees deposited in the fund under IC 4-38-7.**
- 8 **(4) Administrative fees deposited in the fund under section 1**
- 9 **of this chapter.**
- 10 **Chapter 9. Integrity Requirements**
- 11 **Sec. 1. (a) A certificate holder or vendor shall conduct:**
- 12 **(1) background checks on newly hired employees engaged in**
- 13 **activities related to the conducting of sports wagering; and**
- 14 **(2) annual background checks on all existing employees**
- 15 **engaged in activities related to the conducting of sports**
- 16 **wagering.**
- 17 **A background check conducted under this section must include a**
- 18 **search for criminal history and any charges or convictions**
- 19 **involving corruption or manipulation of sporting events and any**
- 20 **association with organized crime.**
- 21 **(b) A person may not obtain any of the following required for**
- 22 **conducting business under this article unless the person meets the**
- 23 **suitability requirements determined by the commission:**
- 24 **(1) A vendor's license.**
- 25 **(2) A sports wagering service provider license.**
- 26 **(3) A supplier's license.**
- 27 **(4) An occupational license.**
- 28 **Sec. 2. (a) A certificate holder, vendor, or sports wagering**
- 29 **service provider shall employ commercially reasonable methods to**
- 30 **maintain the security of wagering data, customer data, and other**
- 31 **confidential information from unauthorized access and**
- 32 **dissemination.**
- 33 **(b) Nothing in this article precludes the use of Internet or cloud**
- 34 **based hosting of data described in subsection (a) or any disclosure**
- 35 **of information required by court order, other law, or this article.**
- 36 **Sec. 3. The commission shall prohibit a certificate holder or**
- 37 **vendor from accepting wagers placed by any of the following:**
- 38 **(1) A partnership, a corporation, an association, or any other**
- 39 **entity that is not an individual.**
- 40 **(2) A person who is not at least twenty-one (21) years of age.**
- 41 **(3) A certificate holder, a vendor, a director, officer, or**
- 42 **employee of a certificate holder or vendor, or a relative of a**



1 certificate holder or vendor.

2 (4) A sports wagering service provider, a director, officer, or
3 employee of a sports wagering service provider, or a relative
4 of a sports wagering service provider.

5 (5) With respect to a sporting event sponsored, organized, or
6 conducted by a particular sports governing body, any of the
7 following:

8 (A) An employee of the sports governing body.

9 (B) A game official employed by or under contract with the
10 sports governing body.

11 (C) A coach, manager, or other personnel employed by or
12 under contract with a member club of the sports governing
13 body.

14 (D) An athlete who is:

15 (i) under contract with a member club of the sports
16 governing body in the case of a team sport; or

17 (ii) eligible to participate in events conducted by the
18 sports governing body in the case of an individual sport.

19 (E) An employee of a union representing athletes or game
20 officials.

21 (F) A relative of an individual described in clauses (A)
22 through (E).

23 (6) An individual convicted of a state or federal crime relating
24 to sports wagering.

25 Sec. 4. (a) The commission may use information received from
26 a sports governing body to determine whether to allow:

27 (1) wagering on a particular event; or

28 (2) patrons to make wagers of a particular type.

29 (b) If a sports governing body requests wagering information or
30 requests the commission to prohibit wagering on a particular event
31 or making wagers of a particular type, the commission shall grant
32 the request upon a demonstration of good cause from the sports
33 governing body.

34 (c) The commission shall respond to a request from a sports
35 governing body concerning a particular event:

36 (1) before the start of the event; or

37 (2) if it is not feasible to respond before the start of the event,
38 as expeditiously as possible.

39 Sec. 5. The commission and each certificate holder or vendor
40 shall cooperate with investigations conducted by sports governing
41 bodies or law enforcement agencies, including by providing or
42 facilitating the provision of betting information and audio or video



1 files relating to persons placing wagers. Information shared under
2 this section is confidential.

3 **Sec. 6. A certificate holder or vendor shall immediately report**
4 **to the commission any information relating to:**

5 (1) criminal or disciplinary proceedings commenced against
6 the certificate holder or vendor in connection with its
7 operations;

8 (2) bets or wagers that violate state or federal law;

9 (3) abnormal betting activity or patterns that may indicate a
10 concern regarding the integrity of a sporting event or events;

11 (4) any potential breach of the relevant sport's governing
12 body's internal rules and codes of conduct pertaining to sports
13 wagering;

14 (5) any other conduct that corrupts a betting outcome of a
15 sporting event or events for purposes of financial gain; and

16 (6) suspicious or illegal wagering activities, including use of
17 funds derived from illegal activity, wagers to conceal or
18 launder funds derived from illegal activity, using agents to
19 place wagers, and using false identification.

20 A certificate holder or vendor shall also immediately report
21 information relating to conduct described in subdivision (3), (4), or
22 (5) to the relevant sports governing body.

23 **Sec. 7. A certificate holder or vendor shall maintain the**
24 **confidentiality of information provided by a sports governing body**
25 **to the certificate holder or vendor, unless disclosure is required by**
26 **this article, the commission, other law, or court order.**

27 **Sec. 8. Information provided to the commission by a sports**
28 **governing body is confidential and may not be disclosed under**
29 **IC 5-14.**

30 **Chapter 10. Miscellaneous Provisions**

31 **Sec. 1. This chapter does not apply to fees deposited in the**
32 **sports wagering fund established by IC 4-38-8-2.**

33 **Sec. 2. As used in this chapter, "sports wagering occurring in**
34 **Marion County" refers to the following:**

35 (1) Wagers placed at a licensed facility located in Marion
36 County.

37 (2) Wagers placed using a mobile device by patrons located in
38 Marion County.

39 **Sec. 3. Tax revenue attributable to sports wagering occurring in**
40 **Marion County must be deposited into the housing trust fund**
41 **established under IC 36-7-15.1-35.5(e) for the purposes of the fund.**

42 SECTION 35. IC 6-3.1-20-7, AS AMENDED BY P.L.204-2016,



1 SECTION 26, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
2 JULY 1, 2019]: Sec. 7. (a) The department shall before July 1 of each
3 year determine the following:

4 (1) The greater of:

5 (A) eight million five hundred thousand dollars (\$8,500,000);

6 or

7 (B) the amount of credits allowed under this chapter for
8 taxable years ending before January 1 of the year.

9 (2) The quotient of:

10 (A) the amount determined under subdivision (1); divided by

11 (B) four (4).

12 (b) Except as provided in subsection (d), one-half (1/2) of the
13 amount determined by the department under subsection (a)(2) shall be:

14 (1) deducted each quarter from the riverboat ~~admissions~~
15 **supplemental wagering** tax revenue otherwise payable to the
16 county under IC 4-33-12-8 and the supplemental distribution
17 otherwise payable to the county under IC 4-33-13-5(g); and

18 (2) paid instead to the state general fund.

19 (c) Except as provided in subsection (d), one-sixth (1/6) of the
20 amount determined by the department under subsection (a)(2) shall be:

21 (1) deducted each quarter from the riverboat ~~admissions~~
22 **supplemental wagering** tax revenue otherwise payable under
23 IC 4-33-12-8 and the supplemental distribution otherwise payable
24 under IC 4-33-13-5(g) to each of the following:

25 (A) The largest city by population located in the county.

26 (B) The second largest city by population located in the
27 county.

28 (C) The third largest city by population located in the county;
29 and

30 (2) paid instead to the state general fund.

31 (d) If the amount determined by the department under subsection
32 (a)(1)(B) is less than eight million five hundred thousand dollars
33 (\$8,500,000), the difference of:

34 (1) eight million five hundred thousand dollars (\$8,500,000);
35 minus

36 (2) the amount determined by the department under subsection
37 (a)(1)(B);

38 shall be paid in four (4) equal quarterly payments to the northwest
39 Indiana regional development authority established by IC 36-7.5-2-1
40 instead of the state general fund. Any amounts paid under this
41 subsection shall be used by the northwest Indiana regional
42 development authority only to establish or improve public mass rail



1 transportation systems in Lake County.

2 SECTION 36. IC 31-25-4-8.5, AS AMENDED BY P.L.212-2016,
3 SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
4 JULY 1, 2019]: Sec. 8.5. In addition to the duties imposed by sections
5 7 and 8 of this chapter, the bureau shall do the following:

6 (1) Share data regarding obligors who are delinquent with:

7 (A) a licensed owner, operating agent, and trustee in
8 accordance with IC 4-33-4-27;

9 (B) a permit holder and trustee in accordance with
10 IC 4-35-4-16;

11 (C) the state lottery commission; ~~and~~

12 (D) a game operator or licensee in accordance with
13 IC 4-33-24-29; **and**

14 **(E) a certificate holder as provided in IC 4-31-3-16,**
15 **IC 4-33-4-28, and IC 4-35-4-17;**

16 to allow for the interception of cash winnings and prizes from the
17 obligors.

18 (2) Distribute money collected from the persons described in
19 subdivision (1) according to federal child support laws and
20 regulations.

21 SECTION 37. IC 35-45-5-14 IS ADDED TO THE INDIANA
22 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
23 [EFFECTIVE JULY 1, 2019]: **Sec. 14. This chapter does not apply**
24 **to sports wagering conducted under IC 4-38.**

25 SECTION 38. IC 36-7.5-4-2, AS AMENDED BY THE
26 TECHNICAL CORRECTIONS BILL OF THE 2019 GENERAL
27 ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
28 JULY 1, 2019]: Sec. 2. (a) Except as provided in subsections (b) and
29 (d), the fiscal officer of each city and county described in
30 IC 36-7.5-2-3(b) shall each transfer three million five hundred
31 thousand dollars (\$3,500,000) each year to the development authority
32 for deposit in the development authority revenue fund established
33 under section 1 of this chapter. However, if a county having a
34 population of more than one hundred fifty thousand (150,000) but less
35 than one hundred seventy thousand (170,000) ceases to be a member
36 of the development authority and two (2) or more municipalities in the
37 county have become members of the development authority as
38 authorized by IC 36-7.5-2-3(i), the transfer of the local income tax
39 revenue that is dedicated to economic development purposes that is
40 required to be transferred under IC 6-3.6-11-6 is the contribution of the
41 municipalities in the county that have become members of the
42 development authority.

ES 552—LS 7581/DI 107



- 1 (b) This subsection applies only if:
- 2 (1) the fiscal body of the county described in IC 36-7.5-2-3(e) has
- 3 adopted an ordinance under IC 36-7.5-2-3(e) providing that the
- 4 county is joining the development authority;
- 5 (2) the fiscal body of the city described in IC 36-7.5-2-3(e) has
- 6 adopted an ordinance under IC 36-7.5-2-3(e) providing that the
- 7 city is joining the development authority; and
- 8 (3) the county described in IC 36-7.5-2-3(e) is an eligible county
- 9 participating in the development authority.
- 10 The fiscal officer of the county described in IC 36-7.5-2-3(e) shall
- 11 transfer two million six hundred twenty-five thousand dollars
- 12 (\$2,625,000) each year to the development authority for deposit in the
- 13 development authority revenue fund established under section 1 of this
- 14 chapter. The fiscal officer of the city described in IC 36-7.5-2-3(e) shall
- 15 transfer eight hundred seventy-five thousand dollars (\$875,000) each
- 16 year to the development authority for deposit in the development
- 17 authority revenue fund established under section 1 of this chapter.
- 18 (c) This subsection does not apply to Lake County, Hammond, Gary,
- 19 or East Chicago. The following apply to the remaining transfers
- 20 required by subsections (a) and (b):
- 21 (1) Except for transfers of money described in subdivision (4)(D),
- 22 the transfers shall be made without appropriation by the city or
- 23 county fiscal body or approval by any other entity.
- 24 (2) Except as provided in subdivision (3), each fiscal officer shall
- 25 transfer eight hundred seventy-five thousand dollars (\$875,000)
- 26 to the development authority revenue fund before the last
- 27 business day of January, April, July, and October of each year.
- 28 Food and beverage tax revenue deposited in the fund under
- 29 IC 6-9-36-8 is in addition to the transfers required by this section.
- 30 (3) The fiscal officer of the county described in IC 36-7.5-2-3(e)
- 31 shall transfer six hundred fifty-six thousand two hundred fifty
- 32 dollars (\$656,250) to the development authority revenue fund
- 33 before the last business day of January, April, July, and October
- 34 of each year. The county is not required to make any payments or
- 35 transfers to the development authority covering any time before
- 36 January 1, 2017. The fiscal officer of a city described in
- 37 IC 36-7.5-2-3(e) shall transfer two hundred eighteen thousand
- 38 seven hundred fifty dollars (\$218,750) to the development
- 39 authority revenue fund before the last business day of January,
- 40 April, July, and October of each year. The city is not required to
- 41 make any payments or transfers to the development authority
- 42 covering any time before January 1, 2017.



1 (4) The transfers shall be made from one (1) or more of the
2 following:

3 (A) Riverboat admissions tax revenue received by the city or
4 county, riverboat wagering tax revenue received by the city or
5 county, or riverboat incentive payments received from a
6 riverboat licensee by the city or county.

7 (B) Any local income tax revenue that is dedicated to
8 economic development purposes under IC 6-3.6-6 and
9 received under IC 6-3.6-9 by the city or county.

10 (C) Any other local revenue other than property tax revenue
11 received by the city or county.

12 (D) In the case of a county described in IC 36-7.5-2-3(e) or a
13 city described in IC 36-7.5-2-3(e), any money from the major
14 moves construction fund that is distributed to the county or
15 city under IC 8-14-16.

16 (d) This subsection applies only to Lake County, Hammond, Gary,
17 and East Chicago. The obligations of each city and the county under
18 subsection (a) are satisfied by the distributions made by the auditor of
19 state on behalf of each unit under ~~IC 4-33-12-6(d)~~ **IC 4-33-12-8** and
20 IC 4-33-13-5(j). However, if the total amount distributed under IC 4-33
21 on behalf of a unit with respect to a particular state fiscal year is less
22 than the amount required by subsection (a), the fiscal officer of the unit
23 shall transfer the amount of the shortfall to the authority from any
24 source of revenue available to the unit other than property taxes. The
25 auditor of state shall certify the amount of any shortfall to the fiscal
26 officer of the unit after making the distribution required by
27 IC 4-33-13-5(j) on behalf of the unit with respect to a particular state
28 fiscal year.

29 (e) A transfer made on behalf of a county, city, or town under this
30 section after December 31, 2018:

31 (1) is considered to be a payment for services provided to
32 residents by a rail project as those services are rendered; and

33 (2) does not impair any pledge of revenues under this article
34 because a pledge by the development authority of transferred
35 revenue under this section to the payment of bonds, leases, or
36 obligations under this article or IC 5-1.3:

37 (A) constitutes the obligations of the northwest Indiana
38 regional development authority; and

39 (B) does not constitute an indebtedness of a county, city, or
40 town described in this section or of the state within the
41 meaning or application of any constitutional or statutory
42 provision or limitation.



1 (f) Neither the transfer of revenue as provided in this section nor the
2 pledge of revenue transferred under this section is an impairment of
3 contract within the meaning or application of any constitutional
4 provision or limitation because of the following:

5 (1) The statutes governing local taxes, including the transferred
6 revenue, have been the subject of legislation annually since 1973,
7 and during that time the statutes have been revised, amended,
8 expanded, limited, and recodified dozens of times.

9 (2) Owners of bonds, leases, or other obligations to which local
10 tax revenues have been pledged recognize that the regulation of
11 local taxes has been extensive and consistent.

12 (3) All bonds, leases, or other obligations, due to their essential
13 contractual nature, are subject to relevant state and federal law
14 that is enacted after the date of a contract.

15 (4) The state of Indiana has a legitimate interest in assisting the
16 development authority in financing rail projects.

17 (g) All proceedings had and actions described in this section are
18 valid pledges under IC 5-1-14-4 as of the date of those proceedings or
19 actions and are hereby legalized and declared valid if taken before
20 March 15, 2018.



COMMITTEE REPORT

Madam President: The Senate Committee on Public Policy, to which was referred Senate Bill No. 552, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 1, line 3, after "a" insert "**single player or**".

Page 2, delete lines 1 through 20.

Page 5, between lines 14 and 15, begin a new paragraph and insert:

"(c) This subsection does not apply to the relocation of a casino under IC 4-33-6-4.5. The commission may not issue a license to an applicant if the issuance of the license would permit the applicant to locate a riverboat less than seventy-five (75) miles from the location of another riverboat licensed under this article or a gambling game facility under IC 4-35, as determined by the distance between the closest point from the proposed location of the applicant's riverboat to the location of another riverboat or gambling game facility."

Page 6, line 18, delete "Lake County" and insert "**Gary**".

Page 6, line 26, delete "a" and insert "**an**".

Page 6, line 30, delete "the county to which the riverboat is" and insert "**Vigo County**".

Page 6, line 31, delete "relocating".

Page 6, line 33, delete "a county" and insert "**Vigo County**".

Page 6, line 34, delete "county" and insert "**Vigo County**".

Page 6, line 35, delete "the county" and insert "**Vigo County**".

Page 6, line 37, delete "____" and insert "**Vigo**".

Page 7, line 3, delete "a county" and insert "**Vigo County**".

Page 7, line 3, delete "the county" and insert "**Vigo County**".

Page 7, line 5, delete "that county" and insert "**Vigo County**".

Page 7, line 6, delete "the county" and insert "**Vigo County**".

Page 7, line 8, delete "that county" and insert "**Vigo County**".

Page 7, between lines 33 and 34, begin a new paragraph and insert:

"(k) If a riverboat relocates under this section, the licensed owner shall pay six million dollars (\$6,000,000) to the city of Evansville. Eighty percent (80%) of the funds received under this subsection must be applied to reduce the property lease payments of the licensed owner of the inland casino located in Evansville."

Page 7, line 34, delete "(k)" and insert "**(I)**".

Page 8, delete lines 22 through 42, begin a new paragraph and insert:

"SECTION 16. IC 4-33-6-24, AS ADDED BY P.L.255-2015,



SECTION 11, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 24. **(a) This section does not apply to a relocated riverboat in Gary under section 4.5 of this chapter.**

~~(a)~~ **(b)** For purposes of this section, property is considered to be adjacent to a riverboat dock site even if it is separated from the dock site by public rights-of-way or railroad rights-of-way.

~~(b)~~ **(c)** A licensed owner may relocate the licensed owner's gaming operation from a docked riverboat to an inland casino if the following conditions are met:

(1) Except as provided in subsection ~~(c)~~; **(d)**, the casino is located on property that the licensed owner owned or leased and used in the conduct of the licensed owner's gaming operations on February 1, 2015.

(2) The casino is located on property adjacent to the dock site of the licensed owner's riverboat.

(3) The casino complies with all applicable building codes and any safety requirements imposed by the commission.

(4) The commission approves the relocation of the licensed owner's gaming operation.

~~(c)~~ **(d)** This subsection applies to a licensed owner that owns or leases property that is considered adjacent to a riverboat dock site under subsection ~~(a)~~; **(b)**. The licensed owner may:

(1) acquire part of the public rights-of-way or railroad rights-of-way to form a contiguous parcel with the property owned or leased by the licensed owner on February 1, 2015; and

(2) subject to the other requirements of this section, situate an inland casino on the contiguous parcel formed under subdivision (1).

~~(d)~~ **(e)** The commission may impose any requirement upon a licensed owner relocating gaming operations under this section.

~~(e)~~ **(f)** The number of gambling games offered by a licensed owner in an inland facility operated under this section may not exceed the greatest number of gambling games offered by the licensed owner in the licensed owner's docked riverboat since January 1, 2007.

SECTION 17. IC 4-33-6-24.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 24.5. **(a) This section applies to a relocated riverboat in Gary under section 4.5 of this chapter.**

(b) A licensed owner may relocate the licensed owner's gaming operation from a docked riverboat to an inland casino in Gary if the following conditions are met:

(1) The casino complies with all applicable building codes and



any safety requirements imposed by the commission.

(2) The commission approves the relocation of the licensed owner's gaming operation.

(c) The commission may impose any requirement upon a licensed owner relocating gaming operations under this section.

SECTION 18. IC 4-33-6.5-3.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 3.5. This section does not apply to the relocation of a casino under IC 4-33-6-4.5. The commission may not enter into an operating contract with an applicant if the operating agent contract would permit the applicant to locate a riverboat less than seventy-five (75) miles from the location of another riverboat licensed under this article or a gambling game facility under IC 4-35, as determined by the distance between the closest point from the proposed location of the applicant's riverboat to the location or another riverboat or gambling game facility."**

Page 9, delete lines 1 through 19.

Page 9, line 40, delete "transfer the license to" and insert "**operate a satellite location or joint venture satellite location with another licensed owner."**

Page 9, delete lines 41 through 42.

Page 10, delete lines 36 through 38.

Page 10, line 39, delete "6." and insert "5."

Page 11, between lines 5 and 6, begin a new paragraph and insert:

"Sec. 6. A licensed owner or permit holder operating a casino under this chapter shall pay two million dollars (\$2,000,000) by July 15 of each year to the Indiana horse racing commission to be distributed as follows:

(1) Forty-six percent (46%) to the breed development fund established for thoroughbreds under IC 4-31-11-10.

(2) Forty-six percent (46%) to the breed development fund established for standardbreds under IC 4-31-11-10.

(3) Eight percent (8%) to the breed development fund established for quarter horses under IC 4-31-11-10.

Sec. 7. A licensed owner or permit holder operating a casino under this chapter shall pay six million dollars (\$6,000,000) to the city of Evansville. Eighty percent (80%) of the funds received under this subsection must be applied to reduce the property lease payments of the licensed owner of the inland casino located in Evansville."

Page 13, between lines 39 and 40, begin a new paragraph and insert:



"SECTION 30. IC 4-33-12-10 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 10. (a) This section applies only to a riverboat located in Vigo County.**

(b) As used in this section, "board" refers to the capital improvement board of managers established under IC 36-10-8 for Vigo County.

(c) The treasurer of state shall quarterly pay one dollar (\$1) of the supplemental wagering tax collected by the licensed owner under this chapter for each person admitted to the riverboat during the quarter to the board. The payment required by this subsection is instead of a payment to the fiscal officer of Vigo County under section 6(b)(2) of this chapter.

(d) The board may use money received under this section for any lawful purpose of the board."

Page 14, between lines 1 and 2, begin a new paragraph and insert:
 "SECTION 31. IC 4-33-13-5, AS AMENDED BY P.L.212-2018(ss), SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 5. (a) This subsection does not apply to tax revenue remitted by an operating agent operating a riverboat in a historic hotel district. After funds are appropriated under section 4 of this chapter, each month the treasurer of state shall distribute the tax revenue deposited in the state gaming fund under this chapter to the following:**

(1) An amount equal to the following shall be set aside for revenue sharing under subsection (e):

(A) Before July 1, 2021, the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter shall be set aside for revenue sharing under subsection (e).

(B) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is equal to or greater than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter shall be set aside for revenue sharing under subsection (e).

(C) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is less than the total adjusted gross receipts received by licensees from



gambling games authorized under this article during the state year ending June 30, 2020, an amount equal to the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter multiplied by the result of:

(i) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year; divided by

(ii) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020;

shall be set aside for revenue sharing under subsection (e).

(2) Subject to subsection (c), twenty-five percent (25%) of the remaining tax revenue remitted by each licensed owner shall be paid:

(A) to the city that is designated as the home dock of the riverboat from which the tax revenue was collected, in the case of:

(i) a city described in IC 4-33-12-6(b)(1)(A); or

(ii) a city located in a county having a population of more than four hundred thousand (400,000) but less than seven hundred thousand (700,000); or

(B) to the county that is designated as the home dock of the riverboat from which the tax revenue was collected, in the case of a riverboat whose home dock is not in a city described in clause (A).

(3) Subject to subsection (d), the remainder of the tax revenue remitted by each licensed owner shall be paid to the state general fund. In each state fiscal year, the treasurer of state shall make the transfer required by this subdivision not later than the last business day of the month in which the tax revenue is remitted to the state for deposit in the state gaming fund. However, if tax revenue is received by the state on the last business day in a month, the treasurer of state may transfer the tax revenue to the state general fund in the immediately following month.

(b) This subsection applies only to tax revenue remitted by an operating agent operating a riverboat in a historic hotel district after June 30, ~~2015~~ **2019**. After funds are appropriated under section 4 of this chapter, each month the treasurer of state shall distribute the tax revenue remitted by the operating agent under this chapter as follows:

(1) Fifty-six and five-tenths percent (56.5%) shall be paid **as follows:**

(A) Sixty-six and four-tenths percent (66.4%) shall be paid



to the state general fund.

(B) Thirty-three and six-tenths percent (33.6%) shall be paid to the West Baden Springs historic hotel preservation and maintenance fund established by IC 36-7-11.5-11(b).

(2) Forty-three and five-tenths percent (43.5%) shall be paid as follows:

(A) Twenty-two and four-tenths percent (22.4%) shall be paid as follows:

(i) Fifty percent (50%) to the fiscal officer of the town of French Lick.

(ii) Fifty percent (50%) to the fiscal officer of the town of West Baden Springs.

(B) Fourteen and eight-tenths percent (14.8%) shall be paid to the county treasurer of Orange County for distribution among the school corporations in the county. The governing bodies for the school corporations in the county shall provide a formula for the distribution of the money received under this clause among the school corporations by joint resolution adopted by the governing body of each of the school corporations in the county. Money received by a school corporation under this clause must be used to improve the educational attainment of students enrolled in the school corporation receiving the money. Not later than the first regular meeting in the school year of a governing body of a school corporation receiving a distribution under this clause, the superintendent of the school corporation shall submit to the governing body a report describing the purposes for which the receipts under this clause were used and the improvements in educational attainment realized through the use of the money. The report is a public record.

(C) Thirteen and one-tenth percent (13.1%) shall be paid to the county treasurer of Orange County.

(D) Five and three-tenths percent (5.3%) shall be distributed quarterly to the county treasurer of Dubois County for appropriation by the county fiscal body after receiving a recommendation from the county executive. The county fiscal body for the receiving county shall provide for the distribution of the money received under this clause to one (1) or more taxing units (as defined in IC 6-1.1-1-21) in the county under a formula established by the county fiscal body after receiving a recommendation from the county executive.

(E) Five and three-tenths percent (5.3%) shall be distributed



quarterly to the county treasurer of Crawford County for appropriation by the county fiscal body after receiving a recommendation from the county executive. The county fiscal body for the receiving county shall provide for the distribution of the money received under this clause to one (1) or more taxing units (as defined in IC 6-1.1-1-21) in the county under a formula established by the county fiscal body after receiving a recommendation from the county executive.

(F) Six and thirty-five hundredths percent (6.35%) shall be paid to the fiscal officer of the town of Paoli.

(G) Six and thirty-five hundredths percent (6.35%) shall be paid to the fiscal officer of the town of Orleans.

(H) Twenty-six and four-tenths percent (26.4%) shall be paid to the Indiana economic development corporation established by IC 5-28-3-1 for transfer as follows:

(i) Beginning after December 31, 2017, ten percent (10%) of the amount transferred under this clause in each calendar year shall be transferred to the South Central Indiana Regional Economic Development Corporation or a successor entity or partnership for economic development for the purpose of recruiting new business to Orange County as well as promoting the retention and expansion of existing businesses in Orange County.

(ii) The remainder of the amount transferred under this clause in each calendar year shall be transferred to Radius Indiana or a successor regional entity or partnership for the development and implementation of a regional economic development strategy to assist the residents of Orange County and the counties contiguous to Orange County in improving their quality of life and to help promote successful and sustainable communities.

To the extent possible, the Indiana economic development corporation shall provide for the transfer under item (i) to be made in four (4) equal installments. However, an amount sufficient to meet current obligations to retire or refinance indebtedness or leases for which tax revenues under this section were pledged before January 1, 2015, by the Orange County development commission shall be paid to the Orange County development commission before making distributions to the South Central Indiana Regional Economic Development Corporation and Radius Indiana or their successor entities or partnerships. The amount paid to the Orange County



development commission shall proportionally reduce the amount payable to the South Central Indiana Regional Economic Development Corporation and Radius Indiana or their successor entities or partnerships.

(c) For each city and county receiving money under subsection (a)(2), the treasurer of state shall determine the total amount of money paid by the treasurer of state to the city or county during the state fiscal year 2002. The amount determined is the base year revenue for the city or county. The treasurer of state shall certify the base year revenue determined under this subsection to the city or county. The total amount of money distributed to a city or county under this section during a state fiscal year may not exceed the entity's base year revenue. For each state fiscal year, the treasurer of state shall pay that part of the riverboat wagering taxes that:

- (1) exceeds a particular city's or county's base year revenue; and
- (2) would otherwise be due to the city or county under this section;

to the state general fund instead of to the city or county.

(d) Each state fiscal year the treasurer of state shall transfer from the tax revenue remitted to the state general fund under subsection (a)(3) to the build Indiana fund an amount that when added to the following may not exceed two hundred fifty million dollars (\$250,000,000):

- (1) Surplus lottery revenues under IC 4-30-17-3.
- (2) Surplus revenue from the charity gaming enforcement fund under IC 4-32.2-7-7.
- (3) Tax revenue from pari-mutuel wagering under IC 4-31-9-3.

The treasurer of state shall make transfers on a monthly basis as needed to meet the obligations of the build Indiana fund. If in any state fiscal year insufficient money is transferred to the state general fund under subsection (a)(3) to comply with this subsection, the treasurer of state shall reduce the amount transferred to the build Indiana fund to the amount available in the state general fund from the transfers under subsection (a)(3) for the state fiscal year.

(e) Except as provided in subsections (l) and (m), before August 15 of each year, the treasurer of state shall distribute the wagering taxes set aside for revenue sharing under subsection (a)(1) to the county treasurer of each county that does not have a riverboat according to the ratio that the county's population bears to the total population of the counties that do not have a riverboat. Except as provided in subsection (h), the county auditor shall distribute the money received by the county under this subsection as follows:

- (1) To each city located in the county according to the ratio the



city's population bears to the total population of the county.

(2) To each town located in the county according to the ratio the town's population bears to the total population of the county.

(3) After the distributions required in subdivisions (1) and (2) are made, the remainder shall be retained by the county.

(f) Money received by a city, town, or county under subsection (e) or (h) may be used for any of the following purposes:

(1) To reduce the property tax levy of the city, town, or county for a particular year (a property tax reduction under this subdivision does not reduce the maximum levy of the city, town, or county under IC 6-1.1-18.5).

(2) For deposit in a special fund or allocation fund created under IC 8-22-3.5, IC 36-7-14, IC 36-7-14.5, IC 36-7-15.1, and IC 36-7-30 to provide funding for debt repayment.

(3) To fund sewer and water projects, including storm water management projects.

(4) For police and fire pensions.

(5) To carry out any governmental purpose for which the money is appropriated by the fiscal body of the city, town, or county. Money used under this subdivision does not reduce the property tax levy of the city, town, or county for a particular year or reduce the maximum levy of the city, town, or county under IC 6-1.1-18.5.

(g) Before July 15 of each year, the treasurer of state shall determine the total amount of money distributed to an entity under IC 4-33-12-6 or IC 4-33-12-8 during the preceding state fiscal year. If the treasurer of state determines that the total amount of money distributed to an entity under IC 4-33-12-6 or IC 4-33-12-8 during the preceding state fiscal year was less than the entity's base year revenue (as determined under IC 4-33-12-9), the treasurer of state shall make a supplemental distribution to the entity from taxes collected under this chapter and deposited into the state general fund. Except as provided in subsection

(i), the amount of an entity's supplemental distribution is equal to:

(1) the entity's base year revenue (as determined under IC 4-33-12-9); minus

(2) the sum of:

(A) the total amount of money distributed to the entity and constructively received by the entity during the preceding state fiscal year under IC 4-33-12-6 or IC 4-33-12-8; plus

(B) the amount of any admissions taxes deducted under IC 6-3.1-20-7.

(h) This subsection applies only to a county containing a



consolidated city. The county auditor shall distribute the money received by the county under subsection (e) as follows:

- (1) To each city, other than a consolidated city, located in the county according to the ratio that the city's population bears to the total population of the county.
- (2) To each town located in the county according to the ratio that the town's population bears to the total population of the county.
- (3) After the distributions required in subdivisions (1) and (2) are made, the remainder shall be paid in equal amounts to the consolidated city and the county.

(i) This subsection applies to a supplemental distribution made after June 30, 2017. The maximum amount of money that may be distributed under subsection (g) in a state fiscal year is equal to the following:

- (1) Before July 1, 2021, forty-eight million dollars (\$48,000,000).
- (2) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is equal to or greater than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the maximum amount is forty-eight million dollars (\$48,000,000).
- (3) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is less than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the maximum amount is equal to the result of:

(A) forty-eight million dollars (\$48,000,000); multiplied by

(B) the result of:

- (i) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year; divided by
- (ii) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020.

If the total amount determined under subsection (g) exceeds the maximum amount determined under this subsection, the amount distributed to an entity under subsection (g) must be reduced according to the ratio that the amount distributed to the entity under IC 4-33-12-6 or IC 4-33-12-8 bears to the total amount distributed under IC 4-33-12-6 and IC 4-33-12-8 to all entities receiving a supplemental



distribution.

(j) This subsection applies to a supplemental distribution, if any, payable to Lake County, Hammond, Gary, or East Chicago under subsections (g) and (i). Beginning in July 2016, the treasurer of state shall, after making any deductions from the supplemental distribution required by IC 6-3.1-20-7, deduct from the remainder of the supplemental distribution otherwise payable to the unit under this section the lesser of:

- (1) the remaining amount of the supplemental distribution; or
- (2) the difference, if any, between:
 - (A) three million five hundred thousand dollars (\$3,500,000); minus
 - (B) the amount of admissions taxes constructively received by the unit in the previous state fiscal year.

The treasurer of state shall distribute the amounts deducted under this subsection to the northwest Indiana redevelopment authority established under IC 36-7.5-2-1 for deposit in the development authority revenue fund established under IC 36-7.5-4-1.

(k) Money distributed to a political subdivision under subsection (b):

- (1) must be paid to the fiscal officer of the political subdivision and may be deposited in the political subdivision's general fund or riverboat fund established under IC 36-1-8-9, or both;
- (2) may not be used to reduce the maximum levy under IC 6-1.1-18.5 of a county, city, or town or the maximum tax rate of a school corporation, but, except as provided in subsection (b)(2)(B), may be used at the discretion of the political subdivision to reduce the property tax levy of the county, city, or town for a particular year;
- (3) except as provided in subsection (b)(2)(B), may be used for any legal or corporate purpose of the political subdivision, including the pledge of money to bonds, leases, or other obligations under IC 5-1-14-4; and
- (4) is considered miscellaneous revenue.

Money distributed under subsection (b)(2)(B) must be used for the purposes specified in subsection (b)(2)(B).

(l) After June 30, 2020, the amount of wagering taxes that would otherwise be distributed to South Bend under subsection (e) shall be deposited as being received from all riverboats whose supplemental wagering tax, as calculated under IC 4-33-12-1.5(b), is over three and five-tenths percent (3.5%). The amount deposited under this subsection, in each riverboat's account, is proportionate to the



supplemental wagering tax received from that riverboat under IC 4-33-12-1.5 in the month of July. The amount deposited under this subsection must be distributed in the same manner as the supplemental wagering tax collected under IC 4-33-12-1.5. This subsection expires June 30, 2021.

(m) After June 30, 2021, the amount of wagering taxes that would otherwise be distributed to South Bend under subsection (e) shall be withheld and deposited in the state general fund.

SECTION 32. IC 4-33-13-5.3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 5.3. (a) The treasurer of state shall determine the total amount of money paid by the treasurer of state to an entity subject to this section under section 5 of this chapter and IC 4-33-8.5-2 during the state fiscal year 2019. The amount determined under this subsection is the base year revenue for each entity subject to this subsection. The treasurer of state shall certify the base year revenue determined under this subsection to each entity subject to this subsection.**

(b) This subsection applies if a person holding a riverboat owner's license under IC 4-33-6-1(a)(1) relocates the riverboat to another location in Gary. If the total amount payable to Gary under section 5 of this chapter is greater than the base revenue determined under subsection (a), the treasurer of state shall deduct the lesser of the following from the amount otherwise payable to Gary:

- (1) the difference between the base revenue determined for Hammond under subsection (a) and the amount payable to Hammond under section 5 of this chapter; or**
- (2) the difference between the amount payable to Gary under section 5 of this chapter and the base revenue determined for Gary under subsection (a).**

The treasurer of state shall supplement the amount payable to Hammond under section 5 of this chapter with the amount deducted under this subsection.

(c) This subsection applies if a casino is located in Vigo County under IC 4-33-6-4.5 or IC 4-33-9.5. The treasurer of state shall deduct the greater of the following from the amount otherwise payable to Vigo County under section 5 of this chapter:

- (1) Zero dollars (\$0); or**
- (2) The sum of:**
 - (A) the difference between the base revenue determined for Shelby County under subsection (a) and the amount**



**payable to Shelby County under IC 4-35-8.5-2; and
(B) the difference between the base revenue determined for
Madison County under subsection (a) and the amount
payable to Madison County under IC 4-35-8.5-2.**

The treasurer of state shall distribute fifty percent (50%) of the amount deducted under this subsection to the county auditor of Shelby County under IC 4-35-8.5-2 and fifty percent (50%) of the amount deducted under this subsection to the county auditor of Madison County under IC 4-35-8.5-2.

SECTION 33. IC 4-33-13-7, AS AMENDED BY P.L.255-2015, SECTION 19, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 7. (a) This section applies to adjusted gross receipts from wagering on gambling games that occurs after the effective date of this section, as added by SEA 528-2013.

(b) As used in this section, "qualified wagering" refers to wagers made by patrons using noncashable vouchers, coupons, electronic credits, or electronic promotions provided by the licensed owner or operating agent.

(c) Subject to subsection (d), a licensed owner or operating agent may at any time during a state fiscal year deduct from the adjusted gross receipts reported by the licensed owner or operating agent adjusted gross receipts attributable to qualified wagering. A licensed owner or operating agent must take a deduction under this section on a form and in the manner prescribed by the department.

(d) A licensed owner or operating agent may not deduct more than the following amounts in a particular state fiscal year **with respect to the qualified wagering conducted at a particular riverboat:**

- (1) Two million five hundred thousand dollars (\$2,500,000) in a state fiscal year ending before July 1, 2013.
- (2) Five million dollars (\$5,000,000) in a state fiscal year beginning after June 30, 2013, and ending before July 1, 2015.
- (3) Seven million dollars (\$7,000,000) in a state fiscal year beginning after June 30, 2015, **and ending before July 1, 2020.**
- (4) **Nine million dollars (\$9,000,000) in a state fiscal year beginning after June 30, 2020.**

(e) A licensed owner or operating agent may for a state fiscal year assign all or part of the amount of the deduction under this section that is not claimed by the licensed owner or operating agent for the state fiscal year to another licensed owner, operating agent, or licensee as defined by IC 4-35-2-7. An assignment under this subsection must be in writing and both the licensed owner or operating agent assigning the deduction and the licensed owner, operating agent, or licensee as



defined by IC 4-35-2-7 to which the deduction is assigned shall report the assignment to the commission and to the department. The maximum amount that may be assigned under this subsection by a licensed owner or operating agent for a state fiscal year is equal to the result of:

- (1) seven million dollars (\$7,000,000); minus
- (2) the amount deducted under this subsection by the licensed owner or operating agent for the state fiscal year."

Page 14, line 37, after "wagering" insert ", **not including a table game approved by the commission under section 19 of this chapter,**".

Page 14, line 41, delete "the percentage of" and insert "**twenty percent (20%) of the**".

Page 15, line 1, delete "licensee, as" and insert "**licensee.**".

Page 15, delete line 2.

Page 17, line 21, reset in roman "state board of accounts shall audit the accounts, books and records".

Page 17, line 22, reset in roman "of the".

Page 17, line 22, delete "commission, each" and insert "commission. Each".

Page 17, line 23, strike "a".

Page 17, line 23, strike "any".

Page 17, line 25, delete "conduct an" and insert "**submit to an annual**".

Page 17, line 26, delete "section and provide" and insert "**section. The audit shall be performed by an independent public accountant and the audit report shall be provided**".

Page 17, line 27, delete "a copy of the audit".

Page 18, line 20, delete "sire".

Page 21, delete lines 8 through 37, begin a new paragraph and insert:

"SECTION 36. IC 4-35-7-19, AS ADDED BY P.L.255-2015, SECTION 42, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 19. (a) After ~~March 1, 2021~~, **July 1, 2019**, and before ~~June 30, 2021~~, a licensee may submit a plan to the commission for conducting wagering on table games at the licensee's gambling game facility. ~~The commission shall consider a plan submitted under this subsection within forty-five (45) days of receiving the plan.~~

(b) ~~In making its determination to authorize wagering on table games, the commission shall consider the potential:~~

- (1) ~~economic benefits;~~
- (2) ~~tax revenue;~~



(3) number of new jobs; and

(4) capital investments;

that could occur if the commission authorizes wagering on table games based on a plan submitted under subsection (a):

(c) **(b) Upon receipt of a** After considering a plan submitted under subsection (a) and the criteria described in subsection (b), **that meets the requirements under IC 4-33 for table games at riverboats**, the commission **may shall** authorize wagering on table games at the licensee's gambling game facility.

(d) A licensee may not:

(1) install more gambling games than the number of gambling games proposed in the table game plan submitted to the commission; and

(2) offer more than two thousand two hundred (2,200) gambling games as provided under section 11(b) of this chapter.

SECTION 37. IC 4-35-8-1, AS AMENDED BY P.L.212-2018(ss), SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 1. (a) A graduated slot machine gambling game wagering tax is imposed as follows on ninety-nine percent (99%) of the adjusted gross receipts received after June 30, 2012, and before July 1, 2013, on ninety-one and five-tenths percent (91.5%) of the adjusted gross receipts received after June 30, 2013, and before July 1, 2015, and on eighty-eight percent (88%) of the adjusted gross receipts received after June 30, 2015, from wagering on gambling games slot machines authorized by this article:

(1) Twenty-five percent (25%) of the first one hundred million dollars (\$100,000,000) of adjusted gross receipts received during the period beginning July 1 of each year and ending June 30 of the following year.

(2) Thirty percent (30%) of the adjusted gross receipts in excess of one hundred million dollars (\$100,000,000) but not exceeding two hundred million dollars (\$200,000,000) received during the period beginning July 1 of each year and ending June 30 of the following year.

(3) Thirty-five percent (35%) of the adjusted gross receipts in excess of two hundred million dollars (\$200,000,000) received during the period beginning July 1 of each year and ending June 30 of the following year.

(b) A gambling game tax is imposed on eighty-eight percent (88%) of the adjusted gross receipts received from wagering on table games authorized under this article. The tax is equal to twenty percent (20%) of the adjusted gross receipts received by a



licensee during the period beginning July 1 of each year and ending June 30 the following year.

~~(b)~~ **(c)** A licensee shall do the following:

(1) Remit the daily amount of tax imposed by this section to the department on the twenty-fourth calendar day of each month. Any taxes collected during the month but after the day on which the taxes are required to be paid shall be paid to the department at the same time the following month's taxes are due.

(2) Report gaming activity information to the commission daily on forms prescribed by the commission.

~~(c)~~ **(d)** The payment of the tax under this section must be in a manner prescribed by the department.

~~(d)~~ **(e)** If the department requires taxes to be remitted under this chapter through electronic funds transfer, the department may allow the licensee to file a monthly report to reconcile the amounts remitted to the department.

~~(e)~~ **(f)** The payment of the tax under this section must be on a form prescribed by the department.

SECTION 38. IC 4-35-8-5, AS AMENDED BY P.L.255-2015, SECTION 44, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 5. (a) This section applies to adjusted gross receipts from wagering on gambling games that occurs after the effective date of this section, as added by SEA 528-2013.

(b) As used in this section, "qualified wagering" refers to wagers made by patrons using noncashable vouchers, coupons, electronic credits, or electronic promotions provided by the licensee.

(c) Subject to subsection (d), a licensee may at any time during the state fiscal year deduct from the adjusted gross receipts reported by the licensee the adjusted gross receipts attributable to qualified wagering. A licensee must take a deduction under this section on a form and in the manner prescribed by the department.

(d) A licensee may not deduct more than the following amounts in a particular state fiscal year:

(1) Two million five hundred thousand dollars (\$2,500,000) in a state fiscal year ending before July 1, 2013.

(2) Five million dollars (\$5,000,000) in a state fiscal year beginning after June 30, 2013, and ending before July 1, 2015.

(3) Seven million dollars (\$7,000,000) in a state fiscal year beginning after June 30, 2015.

(4) Nine million dollars (\$9,000,000) in a state fiscal year beginning after June 30, 2020.

(e) Deductions under this section also apply to a licensee's adjusted



gross receipts for purposes of the following statutes:

- (1) IC 4-35-7-12.
- (2) IC 4-35-8.5.
- (3) IC 4-35-8.9.

(f) A licensee may for a state fiscal year assign all or part of the amount of the deduction under this section that is not claimed by the licensee for the state fiscal year to another licensee, a licensed owner as defined by IC 4-33-2-13, or an operating agent as defined by IC 4-33-2-14.5. An assignment under this subsection must be in writing and both the licensee assigning the deduction and the licensee, licensed owner as defined by IC 4-33-2-13, or operating agent as defined by IC 4-33-2-14.5, to which the deduction is assigned shall report the assignment to the commission and to the department. The maximum amount that may be assigned under this subsection by a licensee for a state fiscal year is equal to the result of:

- (1) seven million dollars (\$7,000,000); minus
- (2) the amount deducted under this subsection by the licensee for the state fiscal year."

Page 22, between lines 10 and 11, begin a new paragraph and insert:

"Sec. 3. The commission shall regulate and administer sports wagering conducted by a certificate holder or vendor under this article.

Sec. 4. The commission has the following powers and duties for the purpose of administering, regulating, and enforcing the system of sports wagering authorized under this article:

- (1) All powers and duties specified in this article.
- (2) All powers necessary and proper to fully and effectively execute this article.
- (3) Jurisdiction and supervision over the following:
 - (A) All sports wagering operations in Indiana.
 - (B) All persons at licensed facilities where sports wagering is conducted.
- (4) Any power specified in IC 4-33 or IC 4-35 concerning the supervision of persons conducting gambling games, patrons wagering on gambling games, and the facilities in which gambling games are conducted.
- (5) To investigate and reinvestigate applicants, certificate holders, licensees, and vendors.
- (6) To investigate alleged violations of this article.
- (7) To revoke, suspend, or renew certificates and licenses under this article.
- (8) To take any reasonable or appropriate action to enforce



this article.

Sec. 5. The commission may do the following:

- (1) Take appropriate administrative enforcement or disciplinary action against a person who violates this article.**
- (2) Conduct hearings.**
- (3) Issue subpoenas for the attendance of witnesses and subpoenas duces tecum for the production of books, records, and other relevant documents.**
- (4) Administer oaths and affirmations to witnesses."**

Page 22, delete lines 12 through 36, begin a new paragraph and insert:

"Sec. 1. The definitions set forth in this chapter apply throughout this article unless the context clearly denotes otherwise.

Sec. 2. "Adjusted gross receipts" means:

- (1) the total of all cash and property (including checks received by a certificate holder, whether collected or not) received by a certificate holder from sports wagering; minus**
- (2) the total of:**
 - (A) all cash paid out as winnings to sports wagering patrons; and**
 - (B) uncollectible gaming receivables, not to exceed the lesser of:**
 - (i) a reasonable provision for uncollectible patron checks received from sports wagering; or**
 - (ii) two percent (2%) of the total of all sums (including checks, whether collected or not) less the amount paid out as winnings to sports wagering patrons.**

For purposes of this section, a counter or personal check that is invalid or unenforceable under this article is considered cash received by the certificate holder from sports wagering.

Sec. 3. "Amateur youth sporting event" refers to any sporting event in which an individual:

- (1) must be less than eighteen (18) years of age to participate; and**
- (2) is prohibited, as a condition of participating in the sporting event, from receiving direct or indirect compensation for the use of the individual's athletic skill in any manner with respect to the sport in which the particular sporting event is conducted.**

Sec. 4. "Certificate holder" means a licensed owner, operating agent, or permit holder issued a certificate of authority by the commission authorizing the licensed owner, operating agent, or



permit holder to conduct sports wagering independently or through a vendor under this article.

Sec. 5. "Commission" refers to the Indiana gaming commission established by IC 4-33-3-1.

Page 22, line 37, delete "4." and insert "6."

Page 22, line 38, delete "5." and insert "7."

Page 22, line 38, after "a" insert "**single player or**".

Page 22, delete lines 40 through 42, begin a new paragraph and insert:

"Sec. 8. "Geofence" means a virtual geographic boundary defined by GPS or RFID technology, which enables software to trigger a response when a mobile device enters or leaves a particular area.

Sec. 9. "Gross receipts" means the total amount of money exchanged for the purchase of electronic cards by sports wagering patrons.

Sec. 10. "In-play wagering" refers to the practice of placing a wage after a sporting event has started.

Sec. 11. "Licensed facility" means any of the following:

- (1) A satellite facility operated under IC 4-31-5.5.
- (2) A riverboat operated under IC 4-33.
- (3) A gambling game facility operated under IC 4-35.
- (4) A Vigo County casino under IC 4-33-9.5.
- (5) A relocated riverboat under IC 4-33-6-4.5.

Sec. 12. "Licensed owner" has the meaning set forth in IC 4-33-2-13.

Sec. 13. "Occupational license" means a license issued by the commission under IC 4-33-8.

Sec. 14. "Operating agent" means a person with whom the commission has entered into a contract under IC 4-33-6.5 to operate a riverboat in a historic hotel district.

Sec. 15. "Permit holder" has the meaning set forth in IC 4-31-2-14.

Sec. 16. "Person" means an individual, a sole proprietorship, a partnership, an association, a fiduciary, a corporation, a limited liability company, or any other business entity.

Sec. 17. "Riverboat" has the meaning set forth in IC 4-33-2-17.

Sec. 18. "Sports wagering" refers to wagering conducted under this article on athletic and sporting events involving human competitors. The term does not include pari-mutuel wagering on horse racing or money spent to participate in paid fantasy sports under IC 4-33-24.



Sec. 19. "Sports wagering device" refers to a mechanical, electrical, or computerized contrivance, terminal, device, apparatus, piece of equipment, or supply approved by the commission for conducting sports wagering under this article.

Sec. 20. "Sports wagering service provider" means a person that contracts with a certificate holder, a vendor, or an applicant for a certificate of authority under IC 4-38-4 or vendor's license to:

- (1) sell, lease, offer, or otherwise provide or distribute a sports wagering device or associated equipment;**
- (2) service a sports wagering device or associated equipment;**
- or**
- (3) provide risk management services, integrity services, or odds.**

Sec. 21. "Sports wagering service provider license" means a license issued under IC 4-38-7.

Sec. 22. "Supplier's license" means a license issued under IC 4-33-7.

Sec. 23. "Vendor" means a person with whom a certificate holder contracts for either of the following:

- (1) Conducting or managing sports wagering operations within a licensed facility.**
- (2) Conducting sports wagering through mobile devices under IC 4-38-5-10.**

Sec. 24. "Vendor's license" means a license issued to a vendor under IC 4-38-6."

Page 23, delete lines 1 through 32.

Page 24, line 6, delete "IC 4-38-5-9." and insert "**IC 4-38-5-10.**".

Page 24, between lines 14 and 15, begin a new line block indented and insert:

"(7) Standards for approving procedures and technologies necessary to comply with the requirements of IC 4-38-9.

(8) Standards for approving procedures and technologies necessary for a certificate holder or vendor to securely and efficiently maintain and store records of all bets and wagers placed with the certificate holder or vendor.

(9) Rules establishing geofence standards concerning where a wager may and may not be placed, including:

(A) only placing wagers within the boundaries of Indiana; and

(B) prohibiting wagers at the location of particular sporting events."

Page 25, delete lines 1 through 3.



Page 25, line 7, delete "December 31," and insert "**June 30**,".

Page 25, line 8, delete "October" and insert "**July**".

Page 25, line 20, delete "equal to the greater of:" and insert "**of one hundred thousand dollars (\$100,000)**".

Page 25, delete lines 21 through 26.

Page 25, line 32, delete "equal to the greater of:" and insert "**of one hundred thousand dollars (\$100,000)**".

Sec. 4. Upon:

(1) receipt of the application and fee required by section 3 of this chapter; and

(2) approving the submitted application;

the commission shall issue a certificate of authority to a licensed owner, an operating agent, or a permit holder authorizing the licensed owner, operating agent, or permit holder to conduct sports wagering under this article in a designated licensed facility.

Sec. 5. The commission shall deposit fees received under section 3 of this chapter in the sports wagering fund established by IC 4-38-8-2."

Page 25, delete lines 33 through 42.

Page 26, delete lines 1 through 4.

Page 26, delete lines 30 through 42, begin a new paragraph and insert:

"Sec. 4. (a) A certificate holder or vendor may accept wagers on professional and collegiate sporting events approved for sports wagering by the commission. Except as provided in subsection (c), a certificate holder or vendor may use data selected in its discretion to determine whether a wager is a winning wager.

(b) A certificate holder or vendor may not accept wagers on e-sports regardless of whether the e-sports event involves one (1) or multiple players.

(c) In-play wagering is authorized under this article. A certificate holder or vendor must determine that an in-play wager is a winning wager using only official data provided by the governing body conducting a sporting event described in subsection (a).

Sec. 5. A certificate holder or vendor may not accept wagers on the following:

(1) High school and other amateur youth sporting events.

(2) A sporting event that has not been approved for sports wagering by the commission.

Sec. 6. A certificate holder or vendor may not cancel wagering on a particular sporting event after posting odds and beginning to



accept wagers on the sporting event. A certificate holder or vendor must pay winning patrons following the end of the sporting event.

Sec. 7. A certificate holder or vendor may not permit any sports wagering on the premises of a licensed facility except as permitted by this article.

Sec. 8. (a) A sports wagering device, platform, or other means of conducting sports wagering must be:

- (1) approved by the commission; and
- (2) acquired by a certificate holder or vendor from a person holding both a supplier's license and a sports wagering service provider license.

(b) The commission shall determine whether other supplies and equipment used to conduct sports wagering require a certificate holder to acquire the supplies and equipment from a person holding both a supplier's license and a sports wagering service provider license.

(c) IC 4-33-7 applies to the distribution of sports wagering devices and the conduct of sports wagering under this article.

Sec. 9. The commission shall determine the occupations related to sports wagering that require an occupational license. IC 4-33-8 applies to the conduct of sports wagering under this article.

Sec. 10. A certificate holder or vendor may accept wagers placed using a mobile device from a patron if the patron registers with the certificate holder or vendor as a mobile device user and acquires any necessary mobile device applications from the certificate holder. A patron may register under this section in person at the certificate holder's licensed facility or online using an Internet form approved by the commission.

Sec. 11. IC 4-31-6-11, IC 4-33-4-27, IC 4-33-8.5, IC 4-35-4-16, and IC 4-35-6.7 apply, as appropriate, to sports wagering conducted at a licensed facility.

Sec. 12. (a) This section applies to sports wagering conducted at a satellite facility by a certificate holder that is a permit holder.

(b) A certificate issued under this article is null and void if the certificate holder fails to:

- (1) maintain a license issued under IC 4-31-5.5 to operate the satellite facility; or
- (2) satisfy the conditions for obtaining a satellite facility license set forth in IC 4-31-5.5-3(b)(3) in the certificate holder's operation of the satellite facility.

Chapter 6. Vendors

Sec. 1. A person must hold a license issued under this chapter



before entering into a contract as a vendor with a certificate holder.

Sec. 2. The commission may issue a vendor's license to a qualified applicant.

Sec. 3. (a) A person applying for a vendor's license under this chapter must pay a nonrefundable application fee of one hundred thousand dollars (\$100,000) to the commission. The commission shall deposit fees received under this section in the sports wagering fund established by IC 4-38-8-2.

(b) An applicant must submit the following on forms provided by the commission:

(1) If the applicant is an individual, two (2) sets of the individual's fingerprints.

(2) If the applicant is not an individual, two (2) sets of fingerprints for each officer and director of the applicant.

(c) The commission shall review the applications for a vendor's license under this chapter and shall inform each applicant of the commission's decision concerning the issuance of the vendor's license.

(d) The costs of investigating an applicant for a vendor's license under this chapter shall be paid from the application fee paid by the applicant.

(e) An applicant for a vendor's license under this chapter must pay all additional costs that are:

(1) associated with the investigation of the applicant; and

(2) greater than the amount of the application fee paid by the applicant.

Sec. 4. In determining whether to grant a vendor's license to an applicant, the commission shall consider the character, reputation, experience, and financial integrity of the following:

(1) The applicant.

(2) A person that:

(A) directly or indirectly controls the applicant; or

(B) is directly or indirectly controlled by the applicant or by a person that directly or indirectly controls the applicant.

Sec. 5. (a) The state police department may assist the commission in conducting background investigations of applicants for a vendor's license. The commission may forward all fingerprints required to be submitted by license applicants under this chapter to the Federal Bureau of Investigation or any other agency for the purpose of screening applicants. The commission



shall reimburse the state police department for the costs incurred by the state police department as a result of the assistance. The commission shall make the payment from fees collected from applicants.

(b) The commission through its gaming agents shall conduct background investigations of applicants. Costs incurred conducting the investigations must be paid from fees collected from applicants.

Sec. 6. A person holding a vendor's license shall pay to the commission an annual administrative fee of fifty thousand dollars (\$50,000). The fee imposed by this section is due one (1) year after the date that the vendor begins performing services under a contract with a certificate holder in the conduct of sports wagering under this article and on each annual anniversary date thereafter. The commission shall deposit the administrative fees received under this section in the sports wagering fund.

Sec. 7. A certificate holder may not contract with more than three (3) vendors.

Chapter 7. Sports Wagering Service Providers

Sec. 1. A person must hold a license issued under this chapter before entering into a contract as a sports wagering service provider with a certificate holder, a vendor, or an applicant for a certificate of authority under IC 4-38-4 or a vendor's license.

Sec. 2. The commission may issue a sports wagering service provider license to a qualified applicant.

Sec. 3. (a) A person applying for a sports wagering service provider license under this chapter must pay a nonrefundable application fee of one hundred thousand dollars (\$100,000) to the commission. The commission shall deposit fees received under this section in the sports wagering fund established by IC 4-38-8-2.

(b) An applicant must submit a completed application on a form prescribed by the commission.

Sec. 4. While considering a person's application for a sports wagering service provider license, the commission may issue the person a temporary license to conduct business under this article if the following criteria are met:

- (1) The person has filed with the commission either of the following:
 - (A) A completed application.
 - (B) A substantially complete application as determined by the commission.
- (2) The person agrees in writing to the following conditions of the temporary license issued under this section:



(A) The temporary license does not create a right or privilege to continue conducting business under this article if the person's application for a sports wagering service provider license is rejected by the commission.

(B) The commission may rescind the person's temporary license and the authority to conduct business under this article at any time, with or without notice to the person, if:

- (i) the commission is informed that the suitability of the person may be at issue; and
- (ii) the person fails to cooperate with the commission in the commission's investigation into the qualifications and suitability of the person for a sports wagering service provider license.

Sec. 5. When reviewing a person's application for a sports wagering service provider license, the commission:

- (1) shall consider the suitability findings of other jurisdictions in which the person is licensed, certified, or authorized to conduct business as a sports wagering service provider; and
- (2) may waive requirements set forth in the application form prescribed by the commission if:

(A) the suitability findings of other jurisdictions provide sufficient information to fully consider the person's application; and

(B) the person provides all the information otherwise requested by the commission."

Page 27, delete lines 1 through 40.

Page 27, line 41, delete "6." and insert "**8. Annual License**".

Page 28, line 1, delete "seventy-five" and insert "**fifty**".

Page 28, line 2, delete "\$75,000)." and insert "**(\$50,000)**".

Page 28, line 9, delete "administrative fees deposited in the" and insert "**following**:"

- (1) Initial fees deposited in the fund under IC 4-38-4-5.
- (2) Fees deposited in the fund under IC 4-38-6.
- (3) Fees deposited in the fund under IC 4-38-7.
- (4) Administrative fees deposited in the fund under section 1 of this chapter.

Chapter 9. Integrity Requirements

Sec. 1. (a) A certificate holder or vendor shall conduct:

- (1) background checks on newly hired employees engaged in activities related to the conducting of sports wagering; and
- (2) annual background checks on all existing employees engaged in activities related to the conducting of sports



wagering.

A background check conducted under this section must include a search for criminal history and any charges or convictions involving corruption or manipulation of sporting events and any association with organized crime.

(b) A person may not obtain any of the following required for conducting business under this article unless the person meets the suitability requirements determined by the commission:

- (1) A vendor's license.
- (2) A sports wagering service provider license.
- (3) A supplier's license.
- (4) An occupational license.

Sec. 2. (a) A certificate holder, vendor, or sports wagering service provider shall employ commercially reasonable methods to maintain the security of wagering data, customer data, and other confidential information from unauthorized access and dissemination.

(b) Nothing in this article precludes the use of Internet or cloud based hosting of data described in subsection (a) or any disclosure of information required by court order, other law, or this article.

Sec. 3. The commission shall prohibit a certificate holder or vendor from accepting wagers placed by any of the following:

- (1) A partnership, a corporation, an association, or any other entity that is not an individual.
- (2) A person who is not at least twenty-one (21) years of age.
- (3) A certificate holder, a vendor, a director, officer, or employee of a certificate holder or vendor, or a relative of a certificate holder or vendor.
- (4) A sports wagering service provider, a director, officer, or employee of a sports wagering service provider, or a relative of a sports wagering service provider.
- (5) With respect to a sporting event sponsored, organized, or conducted by a particular sports governing body, any of the following:
 - (A) An employee of the sports governing body.
 - (B) A game official employed by or under contract with the sports governing body.
 - (C) A coach, manager, or other personnel employed by or under contract with a member club of the sports governing body.
 - (D) An athlete who is:
 - (i) under contract with a member club of the sports



governing body in the case of a team sport; or

(ii) eligible to participate in events conducted by the sports governing body in the case of an individual sport.

(E) An employee of a union representing athletes or game officials.

(F) A relative of an individual described in clauses (A) through (E).

(6) An individual convicted of a state or federal crime relating to sports wagering.

Sec. 4. (a) The commission may use information received from a sports governing body to determine whether to allow:

(1) wagering on a particular event; or

(2) patrons to make wagers of a particular type.

(b) If a sports governing body requests wagering information or requests the commission to prohibit wagering on a particular event or making wagers of a particular type, the commission shall grant the request upon a demonstration of good cause from the sports governing body.

(c) The commission shall respond to a request from a sports governing body concerning a particular event:

(1) before the start of the event; or

(2) if it is not feasible to respond before the start of the event, as expeditiously as possible.

Sec. 5. The commission and each certificate holder or vendor shall cooperate with investigations conducted by sports governing bodies or law enforcement agencies, including by providing or facilitating the provision of betting information and audio or video files relating to persons placing wagers. Information shared under this section is confidential.

Sec. 6. A certificate holder or vendor shall immediately report to the commission any information relating to:

(1) criminal or disciplinary proceedings commenced against the certificate holder or vendor in connection with its operations;

(2) bets or wagers that violate state or federal law;

(3) abnormal betting activity or patterns that may indicate a concern regarding the integrity of a sporting event or events;

(4) any potential breach of the relevant sport's governing body's internal rules and codes of conduct pertaining to sports wagering;

(5) any other conduct that corrupts a betting outcome of a sporting event or events for purposes of financial gain; and



(6) suspicious or illegal wagering activities, including use of funds derived from illegal activity, wagers to conceal or launder funds derived from illegal activity, using agents to place wagers, and using false identification.

A certificate holder or vendor shall also immediately report information relating to conduct described in subdivision (3), (4), or (5) to the relevant sports governing body.

Sec. 7. A certificate holder or vendor shall maintain the confidentiality of information provided by a sports governing body to the certificate holder or vendor, unless disclosure is required by this article, the commission, other law, or court order.

Sec. 8. Information provided to the commission by a sports governing body is confidential and may not be disclosed under IC 5-14."

Page 28, delete lines 10 through 17, begin a new paragraph and insert:

"SECTION 41. IC 6-8.1-1-1, AS AMENDED BY P.L.212-2018(ss), SECTION 27, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 1."Listed taxes" or "taxes" includes only the pari-mutuel taxes (IC 4-31-9-3 through IC 4-31-9-5); the supplemental wagering tax (IC 4-33-12); the riverboat wagering tax (IC 4-33-13); the ~~slot machine gambling game~~ wagering tax (IC 4-35-8); the type II gambling game excise tax (IC 4-36-9); the gross income tax (IC 6-2.1) (repealed); the utility receipts and utility services use taxes (IC 6-2.3); the state gross retail and use taxes (IC 6-2.5); the adjusted gross income tax (IC 6-3); the supplemental net income tax (IC 6-3-8) (repealed); the county adjusted gross income tax (IC 6-3.5-1.1) (repealed); the county option income tax (IC 6-3.5-6) (repealed); the county economic development income tax (IC 6-3.5-7) (repealed); the local income tax (IC 6-3.6); the auto rental excise tax (IC 6-6-9); the financial institutions tax (IC 6-5.5); the gasoline tax (IC 6-6-1.1); the special fuel tax (IC 6-6-2.5); the motor carrier fuel tax (IC 6-6-4.1); a motor fuel tax collected under a reciprocal agreement under IC 6-8.1-3; the vehicle excise tax (IC 6-6-5); the aviation fuel excise tax (IC 6-6-13); the commercial vehicle excise tax (IC 6-6-5.5); the excise tax imposed on recreational vehicles and truck campers (IC 6-6-5.1); the hazardous waste disposal tax (IC 6-6-6.6) (repealed); the heavy equipment rental excise tax (IC 6-6-15); the cigarette tax (IC 6-7-1); the beer excise tax (IC 7.1-4-2); the liquor excise tax (IC 7.1-4-3); the wine excise tax (IC 7.1-4-4); the hard cider excise tax (IC 7.1-4-4.5); the malt excise tax (IC 7.1-4-5); the petroleum severance tax (IC 6-8-1); the various innkeeper's taxes (IC 6-9); the various food and beverage taxes (IC



6-9); the county admissions tax (IC 6-9-13 and IC 6-9-28); the oil inspection fee (IC 16-44-2); the penalties assessed for oversize vehicles (IC 9-20-3 and IC 9-20-18); the fees and penalties assessed for overweight vehicles (IC 9-20-4 and IC 9-20-18); and any other tax or fee that the department is required to collect or administer."

Page 28, line 41, delete "IC 4-33-9.5-6(b)." and insert "**IC 4-33-9.5-5(b).**".

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass and be reassigned to the Senate Committee on Appropriations.

(Reference is to SB 552 as introduced.)

ALTING, Chairperson

Committee Vote: Yeas 10, Nays 0.

COMMITTEE REPORT

Madam President: The Senate Committee on Appropriations, to which was referred Senate Bill No. 552, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 1, delete lines 12 through 15, begin a new paragraph and insert:

"SECTION 3. IC 4-31-3-16 IS ADDED TO THE INDIANA CODE AS A **NEW SECTION TO READ AS FOLLOWS** [EFFECTIVE JULY 1, 2019]: **Sec. 16. (a) The bureau shall provide information to a certificate holder, as defined in IC 4-38-2, concerning persons who are delinquent in child support.**

(b) Prior to a certificate holder dispersing a payout of six hundred dollars (\$600) or more, in cash winnings, from sports wagering to a person who is delinquent in child support, the certificate holder:

(1) may deduct and retain an administrative fee in the amount of the lesser of:

(A) three percent (3%) of the amount of delinquent child support withheld under subdivision (2)(A); or

(B) one hundred dollars (\$100); and

(2) shall:

(A) withhold the amount of delinquent child support owed

ES 552—LS 7581/DI 107



from cash winnings;

(B) transmit to the bureau:

(i) the amount withheld for delinquent child support; and

(ii) identifying information, including the full name, address, and Social Security number of the obligor and the child support case identifier, the date and amount of the payment, and the name and location of the licensed owner, operating agent, or trustee; and

(C) issue the obligor a receipt in a form prescribed by the bureau with the total amount withheld for delinquent child support and the administrative fee.

(c) The bureau shall notify the obligor at the address provided by the certificate holder that the bureau intends to offset the obligor's delinquent child support with the cash winnings.

(d) The bureau shall hold the amount withheld from each cash winnings of an obligor for ten (10) business days before applying the amount as payment to the obligor's delinquent child support.

(e) The delinquent child support required to be withheld under this section and an administrative fee described under subsection (b)(1) have priority over any secured or unsecured claim on cash winnings except claims for federal or state taxes that are required to be withheld under federal or state law."

Page 2, delete line 42.

Page 3, line 1, delete "(6)" and insert "(5)".

Page 4, between lines 3 and 4, begin a new paragraph and insert:

"SECTION 12. IC 4-33-4-28 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 28. (a) The bureau shall provide information to a certificate holder, as defined in IC 4-38-2, concerning persons who are delinquent in child support.**

(b) Prior to a certificate holder dispersing a payout of six hundred dollars (\$600) or more, in cash winnings, from sports wagering to a person who is delinquent in child support, the certificate holder:

(1) may deduct and retain an administrative fee in the amount of the lesser of:

(A) three percent (3%) of the amount of delinquent child support withheld under subdivision (2)(A); or

(B) one hundred dollars (\$100); and

(2) shall:

(A) withhold the amount of delinquent child support owed



from cash winnings;

(B) transmit to the bureau:

(i) the amount withheld for delinquent child support; and

(ii) identifying information, including the full name, address, and Social Security number of the obligor and the child support case identifier, the date and amount of the payment, and the name and location of the licensed owner, operating agent, or trustee; and

(C) issue the obligor a receipt in a form prescribed by the bureau with the total amount withheld for delinquent child support and the administrative fee.

(c) The bureau shall notify the obligor at the address provided by the certificate holder that the bureau intends to offset the obligor's delinquent child support with the cash winnings.

(d) The bureau shall hold the amount withheld from each cash winnings of an obligor for ten (10) business days before applying the amount as payment to the obligor's delinquent child support.

(e) The delinquent child support required to be withheld under this section and an administrative fee described under subsection (b)(1) have priority over any secured or unsecured claim on cash winnings except claims for federal or state taxes that are required to be withheld under federal or state law."

Page 4, line 11, delete "chapter and IC 4-33-9.5," and insert "chapter,".

Page 4, line 37, delete "does not apply" and insert "**applies only**".

Page 4, line 38, delete "IC 4-33-6-4.5." and insert "**section 4.5 of this chapter and any future relocation of a license.**".

Page 6, delete lines 2 through 42, begin a new paragraph and insert:

"SECTION 13. IC 4-33-6-4.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **(a) A person holding an owner's license under section 1(a)(1) of this chapter may move a riverboat using one (1) of the licenses described in section 1(a)(1) of this chapter to a different location in Gary and may move a riverboat using the other license described in section 1(a)(1) of this chapter to a location in Vigo County only if:**

(1) the licensed owner:

(A) submits to the commission, with agreement from the legislative body of the city of Gary, a request for approval to relocate the licensed owner's gaming operations; and

(B) agrees, upon approval of the request, to relinquish



ownership of the property being vacated, and to relocate:

(i) one (1) gaming operation to a location that is within the city limits of Gary; and

(ii) one (1) gaming operation to a location in Vigo County;

(2) the legislative body of the:

(A) city or town of relocation, if the riverboat is relocating to a city or town; or

(B) county of relocation, if the riverboat is relocating to an unincorporated area of a county;

adopts a resolution approving the relocation of the riverboat;

(3) the voters of Vigo County have approved a public question under IC 4-31-4-3 or section 19 of this chapter;

(4) the licensed owner complies with all applicable building codes and any safety requirements imposed by the commission;

(5) with regard to the gaming operation relocated under subdivision (1)(B)(i), the licensed owner enters into a development agreement (as defined in IC 4-33-23-2) with the city of Gary;

(6) with regard to the gaming operation relocated under subdivision (1)(B)(ii), the licensed owner enters into an agreement with the commission to provide an annual distribution of money to be used for shoreline development and infrastructure of the vacated property being relinquished under subdivision (1)(B); and

(7) subject to subsection (i), the commission adopts a resolution approving the relocation of the licensed owner's gaming operations.

The request must contain any information required by the commission.

(b) If voters in Vigo County have not approved a public question described in subsection (a)(3), the Vigo County election board shall place the following question on the ballot in Vigo County during the next primary or general election:

"Shall riverboat gambling be permitted in Vigo County?".

(c) A public question under subsection (b) shall be placed on the ballot in accordance with IC 3-10-9 and must be certified in accordance with IC 3-10-9-3.

(d) The clerk of the circuit court of a county holding an election under this chapter shall certify the results determined under IC 3-12-4-9 to the commission and the department of state revenue.



(e) If a public question under this section is placed on the ballot in Vigo County and the voters of Vigo County do not vote in favor of permitting riverboat gambling under this article, a second public question under this section may not be held in Vigo County for at least two (2) years. If the voters of Vigo County vote to reject riverboat gambling a second time, a third or subsequent public question under this section may not be held in Vigo County for at least two (2) years.

(f) The commission may impose any requirement on a licensed owner relocating gaming operations under this section.

(g) The commission shall prescribe the form of the request for approval to relocate the licensed owner's gaming operations under this section.

(h) When reviewing an application to relocate gaming operations under this section, the commission shall consider:

- (1) economic benefits;
- (2) tax revenue;
- (3) the number of new jobs;
- (4) whether the owner plans to make at least fifty percent (50%) of the owner's proposed investment in the Vigo County casino for the development of nongaming amenities;
- (5) whether the owner plans an investment of at least one hundred fifty million dollars (\$150,000,000) in the development of a casino; and
- (6) any other issue deemed appropriate by the commission.

(i) The commission shall adopt a resolution approving an application to transfer gaming operations under this section if the requirements of this section are met.

(j) If a riverboat relocates under this section, the new casino may be an inland casino as described in section 24 of this chapter.

SECTION 14. IC 4-33-6-4.6 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 4.6. If gaming operations are relocated within the city limits of Gary under section 4.5(a)(1)(B)(i) of this chapter, the city of Gary may provide funding to:**

- (1) Hammond;
- (2) East Chicago; and
- (3) Michigan City;

to supplement amounts payable to those cities under IC 4-33-13-5.

SECTION 15. IC 4-33-6-4.7 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 4.7. (a) This section applies to the licensed owner of**



a gaming operation that is relocated to Vigo County under section 4.5 of this chapter.

(b) A licensed owner described in subsection (a) shall pay two million dollars (\$2,000,000) by July 15 of each year to the Indiana horse racing commission to be distributed as follows:

- (1) Forty-six percent (46%) to the breed development fund established for thoroughbreds under IC 4-31-11-10.
- (2) Forty-six percent (46%) to the breed development fund established for standardbreds under IC 4-31-11-10.
- (3) Eight percent (8%) to the breed development fund established for quarter horses under IC 4-31-11-10.

(c) This section expires July 1, 2022.

SECTION 16. IC 4-33-6-4.8 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 4.8. (a) This section applies to the licensed owner of a gaming operation that is relocated to Vigo County under section 4.5 of this chapter.**

(b) A licensed owner described in subsection (a) shall enter into a development agreement (as defined in IC 4-33-23-2) with:

- (1) the city of Terre Haute and Vigo County, if the casino is operating in Terre Haute; or
- (2) Vigo County, if the casino is operating in Vigo County but not in the city of Terre Haute."

Page 7, delete lines 1 through 29.

Page 8, line 10, after "chapter" delete "," and insert "or".

Page 8, line 11, delete ", or a Vigo".

Page 8, line 12, delete "County casino under IC 4-33-9.5".

Page 8, between lines 14 and 15, begin a new paragraph and insert: "SECTION 18. IC 4-33-6-19 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 19. (a) This section applies to:**

- (1) a county contiguous to the Ohio River;
- (2) a county containing a historic hotel district; ~~and~~
- (3) a county contiguous to Lake Michigan that has a population of less than four hundred thousand (400,000); ~~and~~
- (4) a relocated casino under section 4.5 of this chapter.**

(b) Notwithstanding any other provision of this article, the commission may not:

- (1) issue a license under this article to allow a riverboat to operate in the county; or
- (2) enter into a contract with an operating agent under IC 4-33-6.5;



unless the voters of the county have approved the conducting of gambling games on riverboats in the county.

(c) If the docking of a riverboat in the county is approved by an ordinance adopted under section 18 of this chapter, or if at least the number of the registered voters of the county required under IC 3-8-6-3 for a petition to place a candidate on the ballot sign a petition submitted to the circuit court clerk requesting that a local public question concerning riverboat gaming be placed on the ballot, the county election board shall place the following question on the ballot in the county during the next primary or general election:

"Shall riverboat gambling be permitted in ____ County?".

(d) A public question under this section shall be placed on the ballot in accordance with IC 3-10-9 and must be certified in accordance with IC 3-10-9-3.

(e) The clerk of the circuit court of a county holding an election under this chapter shall certify the results determined under IC 3-12-4-9 to the commission and the department of state revenue.

(f) If a public question under this section is placed on the ballot in a county and the voters of the county do not vote in favor of permitting riverboat gambling under this article, a second public question under this section may not be held in that county for at least two (2) years. If the voters of the county vote to reject riverboat gambling a second time, a third or subsequent public question under this section may not be held in that county until the general election held during the tenth year following the year that the previous public question was placed on the ballot."

Page 9, line 23, delete "does not apply" and insert "**applies only**".

Page 9, line 24, delete "IC 4-33-6-4.5." and insert "**IC 4-33-6-4.5 and any future relocation of a license.**".

Page 9, line 31, delete "or another" and insert "**of another**".

Page 9, delete lines 33 through 42.

Delete page 10.

Page 11, delete lines 1 through 30.

Page 12, line 34, delete "IC 4-33-9.5" and insert "**IC 4-33-6-4.5**".

Page 13, line 20, delete "IC 4-33-9.5" and insert "**IC 4-33-6-4.5**".

Page 14, line 18, delete "IC 4-33-9.5" and insert "**IC 4-33-6-4.5**".

Page 14, delete lines 30 through 35, begin a new paragraph and insert:

"(c) The department shall deposit in the state general fund the tax revenue collected under this chapter.

(d) Except as provided by sections 6 and 8 of this chapter, the treasurer of state shall quarterly pay the following amounts:

ES 552—LS 7581/DI 107



(1) Except as provided in section 9(k) of this chapter, thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to the:

(A) city in which the riverboat is located, if the riverboat is located in a city; or

(B) county in which the riverboat is located, if the riverboat is not located in a city.

(2) Except as provided in section 9(k) of this chapter, thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to the board.

(3) Except as provided in section 9(k) of this chapter, three and thirty-three hundredths percent (3.33%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to the county convention and visitors bureau or promotion fund for the county in which the riverboat is docked.

(4) Except as provided in section 9(k) of this chapter, five percent (5%) of the admissions tax and supplemental wagering tax collected by the licensed owner during a quarter shall be paid to the state fair commission, for use in any activity that the commission is authorized to carry out under IC 15-13-3.

(5) Except as provided in section 9(k) of this chapter, three and thirty-three hundredths percent (3.33%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to the division of mental health and addiction. The division shall allocate at least twenty-five percent (25%) of the funds derived from the admissions tax and supplemental wagering tax to the prevention and treatment of compulsive gambling.

(6) Twenty-one and six hundred sixty-seven thousandths percent (21.667%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to the state general fund."

Page 14, line 36, delete "(d)" and insert "(e)".

Page 14, delete line 42.

Delete pages 15 through 22.

Page 23, delete lines 1 through 34.

Page 24, between lines 33 and 34, begin a new paragraph and insert:



"SECTION 27. IC 4-35-2-2, AS AMENDED BY P.L.210-2013, SECTION 12, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 2. **(a)** "Adjusted gross receipts" means:

- (1) the total of all cash and property (including checks received by a licensee, whether collected or not) received by a licensee from gambling games, including amounts that are distributed by a licensee under IC 4-35-7-12; minus
- (2) the total of:
 - (A) all cash paid out to patrons as winnings for gambling games; and
 - (B) uncollectible gambling game receivables, not to exceed the lesser of:
 - (i) a reasonable provision for uncollectible patron checks received from gambling games; or
 - (ii) two percent (2%) of the total of all sums, including checks, whether collected or not, less the amount paid out to patrons as winnings for gambling games.

For purposes of this section, a counter or personal check that is invalid or unenforceable under this article is considered cash received by the licensee from gambling games.

(b) The term does not include amounts received from sports wagering conducted by a licensee or operating agent under IC 4-38."

Page 25, delete lines 2 through 8, begin a new paragraph and insert:

"SECTION 29. IC 4-35-4-17 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 17. **(a) The bureau shall provide information to a certificate holder, as defined in IC 4-38-2, concerning persons who are delinquent in child support.**

(b) Prior to a certificate holder dispersing a payout of six hundred dollars (\$600) or more, in cash winnings, from sports wagering to a person who is delinquent in child support, the certificate holder:

- (1) may deduct and retain an administrative fee in the amount of the lesser of:**
 - (A) three percent (3%) of the amount of delinquent child support withheld under subdivision (2)(A); or**
 - (B) one hundred dollars (\$100); and**
- (2) shall:**
 - (A) withhold the amount of delinquent child support owed from cash winnings;**
 - (B) transmit to the bureau:**



- (i) the amount withheld for delinquent child support; and
 - (ii) identifying information, including the full name, address, and Social Security number of the obligor and the child support case identifier, the date and amount of the payment, and the name and location of the licensed owner, operating agent, or trustee; and
- (C) issue the obligor a receipt in a form prescribed by the bureau with the total amount withheld for delinquent child support and the administrative fee.

(c) The bureau shall notify the obligor at the address provided by the certificate holder that the bureau intends to offset the obligor's delinquent child support with the cash winnings.

(d) The bureau shall hold the amount withheld from each cash winnings of an obligor for ten (10) business days before applying the amount as payment to the obligor's delinquent child support.

(e) The delinquent child support required to be withheld under this section and an administrative fee described under subsection (b)(1) have priority over any secured or unsecured claim on cash winnings except claims for federal or state taxes that are required to be withheld under federal or state law.

SECTION 27. IC 4-35-7-11, AS AMENDED BY P.L.255-2015, SECTION 39, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 11. (a) Before ~~January 2, 2021~~, **July 2, 2019**, a licensee may not install more than two thousand (2,000) slot machines on the premises of the licensee's racetrack without the approval of the commission.

(b) After ~~January 1, 2021~~, **July 1, 2019**, a licensee may not offer more than two thousand two hundred (2,200) gambling games on the premises of a licensee's racetrack."

Page 25, line 27, delete "wagering," and insert "wagering **(except for adjusted gross receipts from sports wagering under IC 4-38)**".

Page 25, line 33, delete "twenty" and insert "**twelve**".

Page 25, line 34, delete "(20%)" and insert "**(12%)**".

Page 32, line 22, after "(d)" insert "**(c)**".

Page 32, line 22, reset in roman "A licensee may not:".

Page 32, reset in roman lines 23 through 27.

Page 32, line 36, reset in roman "gambling games".

Page 32, line 36, delete "slot" and insert "**(except for adjusted gross receipts from sports wagering under IC 4-38)**".

Page 32, line 37, delete "machines".

Page 33, delete lines 9 through 14.



Page 33, line 15, reset in roman "(b)".

Page 33, line 15, delete "(c)".

Page 33, line 23, reset in roman "(c)".

Page 33, line 23, delete "(d)".

Page 33, line 25, reset in roman "(d)".

Page 33, line 25, delete "(e)".

Page 33, line 29, reset in roman "(e)".

Page 33, line 29, delete "(f)".

Page 34, line 9, delete "2015." and insert "2015, **and ending before July 1, 2020.**".

Page 34, between lines 30 and 31, begin a new paragraph and insert:

"SECTION 37. IC 4-35-8.5-0.5 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 0.5. This chapter does not apply to sports wagering conducted under IC 4-38 at a riverboat.**"

Page 36, line 41, delete "wage" and insert "**wager**".

Page 40, line 38, delete "9" and insert "**10**".

Page 41, line 8, delete "commission." and insert "**commission, and other events as approved by the commission.**".

Page 41, line 26, delete "event." and insert "**event, except in the event of obvious error, at the certificate holder's or vendor's discretion.**".

Page 42, line 12, after "11." insert "**IC 4-31-3-16,**".

Page 42, line 12, delete "IC 4-33-4-27," and insert "**IC 4-33-4-28,**".

Page 42, line 12, delete "IC 4-35-4-16," and insert "**IC 4-35-4-17,**".

Page 43, line 40, delete "fund." and insert "**fund established by IC 4-38-8-2.**".

Page 45, line 16, delete "fund." and insert "**fund established by section 2 of this chapter.**".

Page 48, between lines 2 and 3, begin a new paragraph and insert:

"SECTION 38. IC 6-3.1-20-7, AS AMENDED BY P.L.204-2016, SECTION 26, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 7. (a) The department shall before July 1 of each year determine the following:

(1) The greater of:

(A) eight million five hundred thousand dollars (\$8,500,000);

or

(B) the amount of credits allowed under this chapter for taxable years ending before January 1 of the year.

(2) The quotient of:

(A) the amount determined under subdivision (1); divided by

(B) four (4).



(b) Except as provided in subsection (d), one-half (1/2) of the amount determined by the department under subsection (a)(2) shall be:

- (1) deducted each quarter from the riverboat ~~admissions~~ **supplemental wagering** tax revenue otherwise payable to the county under IC 4-33-12-8 and the supplemental distribution otherwise payable to the county under IC 4-33-13-5(g); and
- (2) paid instead to the state general fund.

(c) Except as provided in subsection (d), one-sixth (1/6) of the amount determined by the department under subsection (a)(2) shall be:

- (1) deducted each quarter from the riverboat ~~admissions~~ **supplemental wagering** tax revenue otherwise payable under IC 4-33-12-8 and the supplemental distribution otherwise payable under IC 4-33-13-5(g) to each of the following:
 - (A) The largest city by population located in the county.
 - (B) The second largest city by population located in the county.
 - (C) The third largest city by population located in the county;
- and

- (2) paid instead to the state general fund.

(d) If the amount determined by the department under subsection (a)(1)(B) is less than eight million five hundred thousand dollars (\$8,500,000), the difference of:

- (1) eight million five hundred thousand dollars (\$8,500,000); minus
- (2) the amount determined by the department under subsection (a)(1)(B);

shall be paid in four (4) equal quarterly payments to the northwest Indiana regional development authority established by IC 36-7.5-2-1 instead of the state general fund. Any amounts paid under this subsection shall be used by the northwest Indiana regional development authority only to establish or improve public mass rail transportation systems in Lake County."

Page 48, between lines 33 and 34, begin a new paragraph and insert:

"SECTION 42. IC 31-25-4-8.5, AS AMENDED BY P.L.212-2016, SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 8.5. In addition to the duties imposed by sections 7 and 8 of this chapter, the bureau shall do the following:

- (1) Share data regarding obligors who are delinquent with:
 - (A) a licensed owner, operating agent, and trustee in accordance with IC 4-33-4-27;
 - (B) a permit holder and trustee in accordance with IC 4-35-4-16;



- (C) the state lottery commission; ~~and~~
 (D) a game operator or licensee in accordance with IC 4-33-24-29; ~~and~~
(E) a certificate holder as provided in IC 4-31-3-16, IC 4-33-4-28, and IC 4-35-4-17;

to allow for the interception of cash winnings and prizes from the obligors.

(2) Distribute money collected from the persons described in subdivision (1) according to federal child support laws and regulations."

Page 48, delete lines 38 through 42.

Delete page 49.

Page 50, delete lines 1 through 11, begin a new paragraph and insert:

"SECTION 43. IC 36-7.5-4-2, AS AMENDED BY P.L.189-2018, SECTION 172, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 2. (a) Except as provided in subsections (b) and (d), the fiscal officer of each city and county described in IC 36-7.5-2-3(b) shall each transfer three million five hundred thousand dollars (\$3,500,000) each year to the development authority for deposit in the development authority revenue fund established under section 1 of this chapter. However, if a county having a population of more than one hundred fifty thousand (150,000) but less than one hundred seventy thousand (170,000) ceases to be a member of the development authority and two (2) or more municipalities in the county have become members of the development authority as authorized by IC 36-7.5-2-3(i), the transfer of the local income tax revenue that is dedicated to economic development purposes that is required to be transferred under IC 6-3.6-11-6 is the contribution of the municipalities in the county that have become members of the development authority.

(b) This subsection applies only if:

- (1) the fiscal body of the county described in IC 36-7.5-2-3(e) has adopted an ordinance under IC 36-7.5-2-3(e) providing that the county is joining the development authority;
- (2) the fiscal body of the city described in IC 36-7.5-2-3(e) has adopted an ordinance under IC 36-7.5-2-3(e) providing that the city is joining the development authority; and
- (3) the county described in IC 36-7.5-2-3(e) is an eligible county participating in the development authority.

The fiscal officer of the county described in IC 36-7.5-2-3(e) shall transfer two million six hundred twenty-five thousand dollars



(\$2,625,000) each year to the development authority for deposit in the development authority revenue fund established under section 1 of this chapter. The fiscal officer of the city described in IC 36-7.5-2-3(e) shall transfer eight hundred seventy-five thousand dollars (\$875,000) each year to the development authority for deposit in the development authority revenue fund established under section 1 of this chapter.

(c) This subsection does not apply to Lake County, Hammond, Gary, or East Chicago. The following apply to the remaining transfers required by subsections (a) and (b):

(1) Except for transfers of money described in subdivision (4)(D), the transfers shall be made without appropriation by the city or county fiscal body or approval by any other entity.

(2) Except as provided in subdivision (3), each fiscal officer shall transfer eight hundred seventy-five thousand dollars (\$875,000) to the development authority revenue fund before the last business day of January, April, July, and October of each year. Food and beverage tax revenue deposited in the fund under IC 6-9-36-8 is in addition to the transfers required by this section.

(3) The fiscal officer of the county described in IC 36-7.5-2-3(e) shall transfer six hundred fifty-six thousand two hundred fifty dollars (\$656,250) to the development authority revenue fund before the last business day of January, April, July, and October of each year. The county is not required to make any payments or transfers to the development authority covering any time before January 1, 2017. The fiscal officer of a city described in IC 36-7.5-2-3(e) shall transfer two hundred eighteen thousand seven hundred fifty dollars (\$218,750) to the development authority revenue fund before the last business day of January, April, July, and October of each year. The city is not required to make any payments or transfers to the development authority covering any time before January 1, 2017.

(4) The transfers shall be made from one (1) or more of the following:

(A) Riverboat admissions tax revenue received by the city or county, riverboat wagering tax revenue received by the city or county, or riverboat incentive payments received from a riverboat licensee by the city or county.

(B) Any local income tax revenue that is dedicated to economic development purposes under IC 6-3.6-6 and received under IC 6-3.6-9 by the city or county.

(C) Any other local revenue other than property tax revenue received by the city or county.



(D) In the case of a county described in IC 36-7.5-2-3(e) or a city described in IC 36-7.5-2-3(e), any money from the major moves construction fund that is distributed to the county or city under IC 8-14-16.

(d) This subsection applies only to Lake County, Hammond, Gary, and East Chicago. The obligations of each city and the county under subsection (a) are satisfied by the distributions made by the auditor of state on behalf of each unit under ~~IC 4-33-12-6(d)~~ **IC 4-33-12-8** and IC 4-33-13-5(j). However, if the total amount distributed under IC 4-33 on behalf of a unit with respect to a particular state fiscal year is less than the amount required by subsection (a), the fiscal officer of the unit shall transfer the amount of the shortfall to the authority from any source of revenue available to the unit other than property taxes. The auditor of state shall certify the amount of any shortfall to the fiscal officer of the unit after making the distribution required by IC 4-33-13-5(j) on behalf of the unit with respect to a particular state fiscal year.

(e) A transfer made on behalf of a county, city, or town under this section after December 31, 2018:

- (1) is considered to be a payment for services provided to residents by a rail project as those services are rendered; and
- (2) does not impair any pledge of revenues under this article because a pledge by the development authority of transferred revenue under this section to the payment of bonds, leases, or obligations under this article or IC 5-1.3:

- (A) constitutes the obligations of the northwest Indiana regional development authority; and
- (B) does not constitute an indebtedness of a county, city, or town described in this section or of the state within the meaning or application of any constitutional or statutory provision or limitation.

(f) Neither the transfer of revenue as provided in this section nor the pledge of revenue transferred under this section is an impairment of contract within the meaning or application of any constitutional provision or limitation because of the following:

- (1) The statutes governing local taxes, including the transferred revenue, have been the subject of legislation annually since 1973, and during that time the statutes have been revised, amended, expanded, limited, and recodified dozens of times.
- (2) Owners of bonds, leases, or other obligations to which local tax revenues have been pledged recognize that the regulation of local taxes has been extensive and consistent.



(3) All bonds, leases, or other obligations, due to their essential contractual nature, are subject to relevant state and federal law that is enacted after the date of a contract.

(4) The state of Indiana has a legitimate interest in assisting the development authority in financing rail projects.

(g) All proceedings had and actions described in this section are valid pledges under IC 5-1-14-4 as of the date of those proceedings or actions and are hereby legalized and declared valid if taken before March 15, 2018."

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to SB 552 as printed February 12, 2019.)

MISHLER, Chairperson

Committee Vote: Yeas 12, Nays 0.

SENATE MOTION

Madam President: I move that Senate Bill 552 be amended to read as follows:

Page 2, between lines 35 and 36, begin a new paragraph and insert:

"SECTION 4. IC 4-31-11-4, AS AMENDED BY P.L.256-2015, SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 4. (a) Each development committee consists of three (3) members appointed as follows:

(1) One (1) member appointed by the governor, who shall chair the committee.

(2) One (1) member appointed by the ~~permit holder of the track where the breed of horse races:~~ **lieutenant governor.**

(3) One (1) member appointed by the ~~horsemen's association that is approved for funding by the~~ Indiana horse racing commission. ~~and representing owners.~~

(b) The members of each development committee must be residents of Indiana who are knowledgeable in horse breeding and racing. ~~and must include one (1) member who is an owner and one (1) member who is a breeder.~~ No more than two (2) members of each development committee may be members of the same political party.

(c) ~~If more than one (1) horsemen's association for a breed represents owners; the associations must agree on the associations'~~

ES 552—LS 7581/DI 107



appointment described in subsection (a)(3) to the development committee.

(c) For a member to be eligible for an appointment and to continue to serve on a development committee under subsection (a), the member must hold a valid current license issued by the commission."

Page 9, between lines 33 and 34, begin a new paragraph and insert:

"(k) If a riverboat relocates under this section or section 4.6 of this chapter to Vigo County, the licensed owner shall pay one million five hundred thousand dollars (\$1,500,000) to the department of natural resources on a date established by the licensed owner and the commission in each year, for three (3) years, that the relocated riverboat is in operation. The department of natural resources shall deposit the payments RECEIVED under this subsection in the West Baden Springs historic hotel preservation and maintenance fund established under IC 36-7-11.5-11.

(l) If a riverboat relocates under this section or section 4.6 of this chapter to Vigo County, the licensed owner shall pay:

(1) a one (1) time payment of one million two hundred thousand dollars (\$1,200,000) within the first year of the relocated riverboat operating in Vigo County;

(2) a one (1) time payment of nine hundred thousand dollars (\$900,000) within the second year of the relocated riverboat operating in Vigo County; and

(3) a one (1) time payment of six hundred thousand dollars (\$600,000) within the third year of the relocated riverboat operating in Vigo County;

to the city of Evansville."

Page 9, line 36, delete "If gaming operations are relocated within the city" and insert **"(a) If a licensed owner holding a license under section 1(a)(1) of this chapter applies to the commission to relocate gaming operations to a location in Vigo County, the licensed owner shall provide notice of the filing of the application to all of the owners of riverboats licensed to operate under this article by certified mail, return receipt requested.**

(b) Any licensed owner may, within thirty (30) days of receipt of a notice under subsection (a), file a declaration of interest to compete for ownership of the riverboat license that is proposed to be relocated to Vigo County.

(c) Upon the receipt of any declaration of interest described in subsection (b), the commission shall initiate the following process



to value the riverboat license that is being proposed to be relocated to Vigo County:

(1) The commission shall retain three (3) appraisers to determine the fair market value of the riverboat license proposed to be relocated to Vigo County. Any licensed owner that filed a declaration of interest shall promptly reimburse the commission for the appraiser's fees.

(2) The commission shall select appraisers that have at least five (5) years experience of determining the value of gaming licenses.

(3) Each appraiser shall certify to the commission in writing and under oath that the appraiser does not have any conflicts of interest in appraising the value of the riverboat license.

(4) Each appraiser shall independently determine the fair market value of the riverboat license that is the subject of the application for relocation of the date of the appraisal. The determination of fair market value shall be based on the riverboat being sited within the city of Gary and shall not include the value of the land the riverboat is located on within the city of Gary.

(5) Each appraiser shall submit a report to the commission describing in detail the facts, conclusion, and methodology used by the appraiser to determine the fair market value of the riverboat license.

(6) Upon receipt of the appraisals, the commission shall add the fair market value determined by each appraiser and divide the total by three (3) to determine the fair market value of the riverboat license to be relocated to Vigo County. If an appraisal is ten percent (10%) less than the average of the two (2) other appraisals, it shall not be used and the remaining two (2) appraisals shall be added together and the total shall be divided by two (2) to determine the fair market value of the license being relocated to Vigo County.

(d) Upon the completion of the process described in subsection (c), the commission may determine whether the holder of the riverboat license described in section 1(a)(1) of this chapter may be relocated to Vigo County or be required to sell its license to a license holder that filed a declaration of interest. In making this determination, the commission shall consider:

- (1) economic benefits;
- (2) tax revenue;
- (3) the number of new jobs;



- (4) whether the applicant plans to make at least fifty percent (50%) of the owner's proposed investment in the Vigo County casino for the development of nongaming amenities;
- (5) whether the applicant has a resolution of support from the legislative body of the unit in Vigo County where it seeks to relocate;
- (6) the financial stability of the applicant;
- (7) the applicant's history of community involvement; and
- (8) any other factor that the commission considers appropriate.

(e) If the commission determines that a license holder that has filed a declaration of interest may purchase the license of the license holder described in section 1(a)(1) of this chapter for the fair market value as determined under subsection (c) and relocate the gaming operation to Vigo County, the commission shall:

- (1) require the license holder that filed the successful declaration of interest to promptly deliver to the commission, not later than ten (10) days after the commission's determination, an irrevocable letter of credit, issued by a bank acceptable to the commission, in the amount of the fair market value in favor of the license holder described in section 1(a)(1) of this chapter to secure payment for the purchase price;
- (2) fix a date certain for the sale of the license; and
- (3) impose other requirements that the commission deems necessary and appropriate to protect the interest of the state, the license holder under section 1(a)(1) of this chapter, and the license holder that filed the successful declaration of interest."

Page 9, delete lines 37 through 42.

Page 10, delete line 15.

Page 11, between lines 10 and 11, begin a new paragraph and insert:

"SECTION 18. IC 4-33-6-7, AS AMENDED BY P.L.234-2007, SECTION 302, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 7. (a) In granting a license under this chapter, the commission may give favorable consideration to the following:

- (1) Economically depressed areas of Indiana.
 - (2) **Areas of Indiana with an undue economic concentration.**
 - (2) (3) Applicants presenting plans that provide for significant economic development over a large geographic area.
- (b) This subsection applies to any owner's license issued for a city



described in section 1(a)(1) of this chapter. The commission must require the applicant to provide assurances that economic development will occur in the city and that adequate infrastructure and site preparation will be provided to support the riverboat operation. In order to prove the assurance that economic development will occur, the applicant must:

- (1) construct or provide for the construction of an approved hotel; or
- (2) cause economic development that will have an economic impact on the city that exceeds the economic impact that the construction of an approved hotel would have.

(c) This subsection applies to an owner's license issued for the City of East Chicago. If a controlling interest in the owner's license is transferred, the fiscal body of the City of East Chicago may adopt an ordinance voiding any term of the development agreement (as defined by IC 36-1-8-9.5) between:

- (1) the city; and
- (2) the person transferring the controlling interest in the owner's license;

that is in effect as of the date the controlling interest is transferred. The ordinance may provide for any payments made under the redevelopment agreement, including those held in escrow, to be redirected to the City of East Chicago for use as directed by ordinance of the city fiscal body. A requirement to redirect a payment is valid to the same extent as if the requirement had been part of the original agreement. If the ordinance provides for the voiding and renegotiation of any part of a redevelopment agreement, the mayor of the City of East Chicago may negotiate with the person acquiring a controlling interest in the owner's license to replace any terms voided by the ordinance. Terms negotiated under this subsection must be ratified in an ordinance adopted by the city legislative body."

Page 17, between lines 30 and 31, begin a new paragraph and insert:
 "SECTION 27. IC 4-33-13-5, AS AMENDED BY P.L.212-2018(ss), SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 5. (a) This subsection does not apply to tax revenue remitted by an operating agent operating a riverboat in a historic hotel district. After funds are appropriated under section 4 of this chapter, each month the treasurer of state shall distribute the tax revenue deposited in the state gaming fund under this chapter to the following:

- (1) An amount equal to the following shall be set aside for revenue sharing under subsection (e):

ES 552—LS 7581/DI 107



(A) Before July 1, 2021, the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter shall be set aside for revenue sharing under subsection (e).

(B) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is equal to or greater than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter shall be set aside for revenue sharing under subsection (e).

(C) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is less than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state year ending June 30, 2020, an amount equal to the first thirty-three million dollars (\$33,000,000) of tax revenues collected under this chapter multiplied by the result of:

(i) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year; divided by

(ii) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020;

shall be set aside for revenue sharing under subsection (e).

(2) Subject to subsection (c), twenty-five percent (25%) of the remaining tax revenue remitted by each licensed owner shall be paid:

(A) to the city that is designated as the home dock of the riverboat from which the tax revenue was collected, in the case of:

(i) a city described in IC 4-33-12-6(b)(1)(A); or

(ii) a city located in a county having a population of more than four hundred thousand (400,000) but less than seven hundred thousand (700,000); or

(B) to the county that is designated as the home dock of the riverboat from which the tax revenue was collected, in the case of a riverboat whose home dock is not in a city described in clause (A).

(3) Subject to subsection (d), the remainder of the tax revenue



remitted by each licensed owner shall be paid to the state general fund. In each state fiscal year, the treasurer of state shall make the transfer required by this subdivision not later than the last business day of the month in which the tax revenue is remitted to the state for deposit in the state gaming fund. However, if tax revenue is received by the state on the last business day in a month, the treasurer of state may transfer the tax revenue to the state general fund in the immediately following month.

(b) This subsection applies only to tax revenue remitted by an operating agent operating a riverboat in a historic hotel district after June 30, ~~2015~~ 2019. After funds are appropriated under section 4 of this chapter, each month the treasurer of state shall distribute the tax revenue remitted by the operating agent under this chapter as follows:

(1) Fifty-six and five-tenths percent (56.5%) shall be paid as follows:

(A) **Sixty-six and four-tenths percent (66.4%) shall be paid to the state general fund.**

(B) **Thirty-three and six-tenths percent (33.6%) shall be paid to the West Baden Springs historic hotel preservation and maintenance fund established by IC 36-7-11.5-11(b). However, at any time the balance in that fund exceeds twenty-five million dollars (\$25,000,000), the amount described in this clause shall be paid to the state general fund.**

(2) Forty-three and five-tenths percent (43.5%) shall be paid as follows:

(A) Twenty-two and four-tenths percent (22.4%) shall be paid as follows:

(i) Fifty percent (50%) to the fiscal officer of the town of French Lick.

(ii) Fifty percent (50%) to the fiscal officer of the town of West Baden Springs.

(B) Fourteen and eight-tenths percent (14.8%) shall be paid to the county treasurer of Orange County for distribution among the school corporations in the county. The governing bodies for the school corporations in the county shall provide a formula for the distribution of the money received under this clause among the school corporations by joint resolution adopted by the governing body of each of the school corporations in the county. Money received by a school corporation under this clause must be used to improve the educational attainment of students enrolled in the school



corporation receiving the money. Not later than the first regular meeting in the school year of a governing body of a school corporation receiving a distribution under this clause, the superintendent of the school corporation shall submit to the governing body a report describing the purposes for which the receipts under this clause were used and the improvements in educational attainment realized through the use of the money. The report is a public record.

(C) Thirteen and one-tenth percent (13.1%) shall be paid to the county treasurer of Orange County.

(D) Five and three-tenths percent (5.3%) shall be distributed quarterly to the county treasurer of Dubois County for appropriation by the county fiscal body after receiving a recommendation from the county executive. The county fiscal body for the receiving county shall provide for the distribution of the money received under this clause to one (1) or more taxing units (as defined in IC 6-1.1-1-21) in the county under a formula established by the county fiscal body after receiving a recommendation from the county executive.

(E) Five and three-tenths percent (5.3%) shall be distributed quarterly to the county treasurer of Crawford County for appropriation by the county fiscal body after receiving a recommendation from the county executive. The county fiscal body for the receiving county shall provide for the distribution of the money received under this clause to one (1) or more taxing units (as defined in IC 6-1.1-1-21) in the county under a formula established by the county fiscal body after receiving a recommendation from the county executive.

(F) Six and thirty-five hundredths percent (6.35%) shall be paid to the fiscal officer of the town of Paoli.

(G) Six and thirty-five hundredths percent (6.35%) shall be paid to the fiscal officer of the town of Orleans.

(H) Twenty-six and four-tenths percent (26.4%) shall be paid to the Indiana economic development corporation established by IC 5-28-3-1 for transfer as follows:

- (i) Beginning after December 31, 2017, ten percent (10%) of the amount transferred under this clause in each calendar year shall be transferred to the South Central Indiana Regional Economic Development Corporation or a successor entity or partnership for economic development for the purpose of recruiting new business to Orange County as well as promoting the retention and expansion of existing



businesses in Orange County.

(ii) The remainder of the amount transferred under this clause in each calendar year shall be transferred to Radius Indiana or a successor regional entity or partnership for the development and implementation of a regional economic development strategy to assist the residents of Orange County and the counties contiguous to Orange County in improving their quality of life and to help promote successful and sustainable communities.

To the extent possible, the Indiana economic development corporation shall provide for the transfer under item (i) to be made in four (4) equal installments. However, an amount sufficient to meet current obligations to retire or refinance indebtedness or leases for which tax revenues under this section were pledged before January 1, 2015, by the Orange County development commission shall be paid to the Orange County development commission before making distributions to the South Central Indiana Regional Economic Development Corporation and Radius Indiana or their successor entities or partnerships. The amount paid to the Orange County development commission shall proportionally reduce the amount payable to the South Central Indiana Regional Economic Development Corporation and Radius Indiana or their successor entities or partnerships.

(c) For each city and county receiving money under subsection (a)(2), the treasurer of state shall determine the total amount of money paid by the treasurer of state to the city or county during the state fiscal year 2002. The amount determined is the base year revenue for the city or county. The treasurer of state shall certify the base year revenue determined under this subsection to the city or county. The total amount of money distributed to a city or county under this section during a state fiscal year may not exceed the entity's base year revenue. For each state fiscal year, the treasurer of state shall pay that part of the riverboat wagering taxes that:

- (1) exceeds a particular city's or county's base year revenue; and
- (2) would otherwise be due to the city or county under this section;

to the state general fund instead of to the city or county.

(d) Each state fiscal year the treasurer of state shall transfer from the tax revenue remitted to the state general fund under subsection (a)(3) to the build Indiana fund an amount that when added to the following may not exceed two hundred fifty million dollars (\$250,000,000):

ES 552—LS 7581/DI 107



- (1) Surplus lottery revenues under IC 4-30-17-3.
- (2) Surplus revenue from the charity gaming enforcement fund under IC 4-32.2-7-7.
- (3) Tax revenue from pari-mutuel wagering under IC 4-31-9-3.

The treasurer of state shall make transfers on a monthly basis as needed to meet the obligations of the build Indiana fund. If in any state fiscal year insufficient money is transferred to the state general fund under subsection (a)(3) to comply with this subsection, the treasurer of state shall reduce the amount transferred to the build Indiana fund to the amount available in the state general fund from the transfers under subsection (a)(3) for the state fiscal year.

(e) Except as provided in subsections (l) and (m), before August 15 of each year, the treasurer of state shall distribute the wagering taxes set aside for revenue sharing under subsection (a)(1) to the county treasurer of each county that does not have a riverboat according to the ratio that the county's population bears to the total population of the counties that do not have a riverboat. Except as provided in subsection (h), the county auditor shall distribute the money received by the county under this subsection as follows:

- (1) To each city located in the county according to the ratio the city's population bears to the total population of the county.
- (2) To each town located in the county according to the ratio the town's population bears to the total population of the county.
- (3) After the distributions required in subdivisions (1) and (2) are made, the remainder shall be retained by the county.

(f) Money received by a city, town, or county under subsection (e) or (h) may be used for any of the following purposes:

- (1) To reduce the property tax levy of the city, town, or county for a particular year (a property tax reduction under this subdivision does not reduce the maximum levy of the city, town, or county under IC 6-1.1-18.5).
- (2) For deposit in a special fund or allocation fund created under IC 8-22-3.5, IC 36-7-14, IC 36-7-14.5, IC 36-7-15.1, and IC 36-7-30 to provide funding for debt repayment.
- (3) To fund sewer and water projects, including storm water management projects.
- (4) For police and fire pensions.
- (5) To carry out any governmental purpose for which the money is appropriated by the fiscal body of the city, town, or county. Money used under this subdivision does not reduce the property tax levy of the city, town, or county for a particular year or reduce the maximum levy of the city, town, or county under



IC 6-1.1-18.5.

(g) Before July 15 of each year, the treasurer of state shall determine the total amount of money distributed to an entity under IC 4-33-12-6 or IC 4-33-12-8 during the preceding state fiscal year. If the treasurer of state determines that the total amount of money distributed to an entity under IC 4-33-12-6 or IC 4-33-12-8 during the preceding state fiscal year was less than the entity's base year revenue (as determined under IC 4-33-12-9), the treasurer of state shall make a supplemental distribution to the entity from taxes collected under this chapter and deposited into the state general fund. Except as provided in subsection (i), the amount of an entity's supplemental distribution is equal to:

- (1) the entity's base year revenue (as determined under IC 4-33-12-9); minus
- (2) the sum of:
 - (A) the total amount of money distributed to the entity and constructively received by the entity during the preceding state fiscal year under IC 4-33-12-6 or IC 4-33-12-8; plus
 - (B) the amount of any admissions taxes deducted under IC 6-3.1-20-7.

(h) This subsection applies only to a county containing a consolidated city. The county auditor shall distribute the money received by the county under subsection (e) as follows:

- (1) To each city, other than a consolidated city, located in the county according to the ratio that the city's population bears to the total population of the county.
- (2) To each town located in the county according to the ratio that the town's population bears to the total population of the county.
- (3) After the distributions required in subdivisions (1) and (2) are made, the remainder shall be paid in equal amounts to the consolidated city and the county.

(i) This subsection applies to a supplemental distribution made after June 30, 2017. The maximum amount of money that may be distributed under subsection (g) in a state fiscal year is equal to the following:

- (1) Before July 1, 2021, forty-eight million dollars (\$48,000,000).
- (2) After June 30, 2021, if the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year is equal to or greater than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the maximum amount is forty-eight million dollars (\$48,000,000).
- (3) After June 30, 2021, if the total adjusted gross receipts



received by licensees from gambling games authorized under this article during the preceding state fiscal year is less than the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020, the maximum amount is equal to the result of:

- (A) forty-eight million dollars (\$48,000,000); multiplied by
- (B) the result of:
 - (i) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the preceding state fiscal year; divided by
 - (ii) the total adjusted gross receipts received by licensees from gambling games authorized under this article during the state fiscal year ending June 30, 2020.

If the total amount determined under subsection (g) exceeds the maximum amount determined under this subsection, the amount distributed to an entity under subsection (g) must be reduced according to the ratio that the amount distributed to the entity under IC 4-33-12-6 or IC 4-33-12-8 bears to the total amount distributed under IC 4-33-12-6 and IC 4-33-12-8 to all entities receiving a supplemental distribution.

(j) This subsection applies to a supplemental distribution, if any, payable to Lake County, Hammond, Gary, or East Chicago under subsections (g) and (i). Beginning in July 2016, the treasurer of state shall, after making any deductions from the supplemental distribution required by IC 6-3.1-20-7, deduct from the remainder of the supplemental distribution otherwise payable to the unit under this section the lesser of:

- (1) the remaining amount of the supplemental distribution; or
- (2) the difference, if any, between:
 - (A) three million five hundred thousand dollars (\$3,500,000); minus
 - (B) the amount of admissions taxes constructively received by the unit in the previous state fiscal year.

The treasurer of state shall distribute the amounts deducted under this subsection to the northwest Indiana redevelopment authority established under IC 36-7.5-2-1 for deposit in the development authority revenue fund established under IC 36-7.5-4-1.

(k) Money distributed to a political subdivision under subsection (b):

- (1) must be paid to the fiscal officer of the political subdivision and may be deposited in the political subdivision's general fund



or riverboat fund established under IC 36-1-8-9, or both;

(2) may not be used to reduce the maximum levy under IC 6-1.1-18.5 of a county, city, or town or the maximum tax rate of a school corporation, but, except as provided in subsection (b)(2)(B), may be used at the discretion of the political subdivision to reduce the property tax levy of the county, city, or town for a particular year;

(3) except as provided in subsection (b)(2)(B), may be used for any legal or corporate purpose of the political subdivision, including the pledge of money to bonds, leases, or other obligations under IC 5-1-14-4; and

(4) is considered miscellaneous revenue.

Money distributed under subsection (b)(2)(B) must be used for the purposes specified in subsection (b)(2)(B).

(l) After June 30, 2020, the amount of wagering taxes that would otherwise be distributed to South Bend under subsection (e) shall be deposited as being received from all riverboats whose supplemental wagering tax, as calculated under IC 4-33-12-1.5(b), is over three and five-tenths percent (3.5%). The amount deposited under this subsection, in each riverboat's account, is proportionate to the supplemental wagering tax received from that riverboat under IC 4-33-12-1.5 in the month of July. The amount deposited under this subsection must be distributed in the same manner as the supplemental wagering tax collected under IC 4-33-12-1.5. This subsection expires June 30, 2021.

(m) After June 30, 2021, the amount of wagering taxes that would otherwise be distributed to South Bend under subsection (e) shall be withheld and deposited in the state general fund.

SECTION 27. IC 4-33-13-5.3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 5.3. (a) The auditor of state shall determine the total amount of money paid by the auditor of state to an entity subject to this section under IC 4-35-8.5-2 and section 5 of this chapter during the state fiscal year 2019. The amount determined under this subsection is the base year revenue for each entity subject to this section. The auditor of state shall certify the base year revenue determined under this subsection to each entity subject to this section.

(b) This subsection applies if a person holding a riverboat owner's license under IC 4-33-6-1(a)(1) relocates the riverboat to another location in Gary. If the total amount payable to Gary under section 5 of this chapter is greater than the base revenue



determined under subsection (a), the auditor of state shall deduct the lesser of the following from the amount otherwise payable to Gary:

- (1) The difference between the base revenue determined for Hammond under subsection (a) and the amount payable to Hammond under section 5 of this chapter.
- (2) The difference between the amount payable to Gary under section 5 of this chapter and the base revenue determined for Gary under subsection (a).

The auditor of state shall supplement the amount payable to Hammond under section 5 of this chapter with the amount deducted under this subsection. The auditor of state shall make the determinations and supplement the amount payable under this subsection each year, for the first three (3) years after the riverboat relocates to another location in Gary.

(c) This subsection applies if a person holding a riverboat owner's license under IC 4-33-6-1(a)(1) relocates the riverboat to another location in Gary. If the total amount payable to Gary under section 5 of this chapter is greater than the base revenue determined under subsection (a), the auditor of state shall deduct the lesser of the following from the amount otherwise payable to Gary:

- (1) The difference between the base revenue determined for East Chicago under subsection (a) and the amount payable to East Chicago under section 5 of this chapter.
- (2) The difference between the amount payable to Gary under section 5 of this chapter and the base revenue determined for Gary under subsection (a).

The auditor of state shall supplement the amount payable to East Chicago under section 5 of this chapter with the amount deducted under this subsection. The auditor of state shall make the determinations and supplement the amount payable under this subsection each year, for the first three (3) years after the riverboat relocates to another location in Gary.

(d) This subsection applies if a person holding a riverboat owner's license under IC 4-33-6-1(a)(1) relocates the riverboat to another location in Gary. If the total amount payable to Gary under section 5(a)(2) of this chapter is greater than the base revenue determined under subsection (a), the auditor of state shall deduct the lesser of the following from the amount otherwise payable to Gary:

- (1) The difference between the base revenue determined for



Michigan City under subsection (a) and the amount payable to Michigan City under section 5(a)(2) of this chapter.

(2) The difference between the amount payable to Gary under section 5(a)(2) of this chapter and the base revenue determined for Gary under subsection (a).

The auditor of state shall supplement the amount payable to Michigan City under section 5(a)(2) of this chapter with the amount deducted under this subsection. The auditor of state shall make the determinations and supplement the amount payable under this subsection each year, for the first three (3) years after the riverboat relocates to another location in Gary.

(e) This subsection applies if a person holding a riverboat owner's license under IC 4-33-6-1(a)(1) relocates the riverboat to another location in Gary. If the total amount payable to Gary under section 5(a)(2) of this chapter is greater than the base revenue determined under subsection (a), the auditor of state shall deduct the lesser of the following from the amount otherwise payable to Gary:

(1) The difference between the base revenue determined for LaPorte County under subsection (a) and the amount payable to Michigan City under section 5(a)(2) of this chapter.

(2) The difference between the amount payable to LaPorte County under section 5(a)(2) of this chapter and the base revenue determined for Gary under subsection (a).

The auditor of state shall supplement the amount payable to LaPorte County under section 5(a)(2) of this chapter with the amount deducted under this subsection. The auditor of state shall make the determinations and supplement the amount payable under this subsection each year, for the first three (3) years after the riverboat relocates to another location in Gary."

Page 20, delete lines 18 through 26, begin a new paragraph and insert:

"SECTION 32. IC 4-35-5-2.4, AS ADDED BY P.L.233-2007, SECTION 21, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 2.4. In determining whether to grant a license under this chapter to an applicant, the commission shall consider the following:

(1) The character, reputation, experience, and financial integrity of the following:

(A) The applicant.

(B) A person that:

(i) directly or indirectly controls the applicant; or



- (ii) is directly or indirectly controlled by the applicant or by a person that directly or indirectly controls the applicant.
- (2) The facilities or proposed facilities for the conduct of gambling games. The facilities or proposed facilities must include capital expenditures of at least one hundred million dollars (\$100,000,000).
- (3) The prospective total revenue to be collected by the state from the conduct of gambling games.
- (4) The good faith affirmative action plan of each applicant to recruit, train, and upgrade minorities in all employment classifications.
- (5) The financial ability of the applicant to purchase and maintain adequate liability and casualty insurance.
- (6) If the applicant has adequate capitalization to provide and maintain facilities for gambling games for the duration of the license.
- (7) The extent to which the applicant exceeds or meets other standards adopted by the commission.
- (8) Whether the facilities or proposed facilities for the conduct of gambling games are in or will be in areas of undue economic concentration."**

Page 28, between lines 28 and 29, begin a new paragraph and insert:

"(b) A gambling game tax is imposed on eighty-eight percent (88%) of the adjusted gross receipts received from wagering on table games authorized under this article. The tax is equal to twenty percent (20%) of the adjusted gross receipts received by a licensee during the period beginning July 1 of each year and ending June 30 the following year."

Page 28, line 29, strike "(b)" and insert "(c)".

Page 28, line 37, strike "(c)" and insert "(d)".

Page 28, line 39, strike "(d)" and insert "(e)".

Page 29, line 1, strike "(e)" and insert "(f)".

Page 32, delete line 22.

Page 32, line 23, delete "(5)" and insert "(4)".

Page 35, line 17, delete "must do the following:" and insert "**must:**".

Page 35, line 18, delete "Submit" and insert "**submit**".

Page 35, line 20, delete "wagering." and insert "**wagering; and**".

Page 35, line 21, delete "Pay" and insert "**pay**".

Page 45, between lines 39 and 40, begin a new paragraph and insert:

"SECTION 46. IC 36-7-11.5-11, AS AMENDED BY P.L.255-2015, SECTION 64, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 11. (a) As used in this section, "fund" refers to the



West Baden Springs historic hotel preservation and maintenance fund established by subsection (b).

(b) The West Baden Springs historic hotel preservation and maintenance fund is established. The fund consists of the following:

(1) Amounts deposited in the fund under IC 4-33-6.5-6, IC 4-33-12-6 (before the enactment of P.L.96-2010), IC 4-33-13-5(b) (before July 1, 2015), IC 6-9-45.5, and IC 6-9-45.6.

(2) Grants and gifts that the department of natural resources receives for the fund under terms, obligations, and liabilities that the department considers appropriate.

(3) The one million dollar (\$1,000,000) initial fee paid to the gaming commission under IC 4-33-6.5.

(4) Any amount transferred to the fund upon the repeal of IC 36-7-11.5-8 (the community trust fund).

(5) Amounts paid to the department of natural resources under IC 4-33-6-4.5(k).

The fund shall be administered by the department of natural resources. The expenses of administering the fund shall be paid from money in the fund.

(c) The treasurer of state shall invest the money in the fund that is not currently needed to meet the obligations of the fund in the same manner as other public funds may be invested. The treasurer of state shall deposit in the fund the interest that accrues from the investment of the fund.

(d) Money in the fund at the end of a state fiscal year does not revert to the state general fund.

(e) ~~One million dollars (\$1,000,000) is appropriated from the fund to the department of natural resources in the state fiscal year beginning after June 30, 2014, and ending before July 1, 2015.~~ Two million dollars (\$2,000,000) is appropriated from the fund to the department of natural resources in each state fiscal year beginning after June 30, 2015. The money appropriated under this subsection may be used by the department of natural resources only for the following purposes:

(1) To reimburse claims made for expenditures for a qualified historic hotel, as determined by the owner of the hotel riverboat resort.

(2) To reimburse claims made for expenditures to maintain:

(A) the grounds surrounding a qualified historic hotel;

(B) supporting buildings and structures related to a qualified historic hotel; and

(C) other facilities used by the guests of the qualified historic



hotel;

as determined by the owner of the hotel riverboat resort.

The department of natural resources shall promptly pay each claim for a purpose described in this subsection, without review or approval of the project or claim under IC 14-21 or IC 36-7-11. IC 14-21-1-18 does not apply to projects or claims paid for maintenance under this section. If insufficient money is available to fully pay all of the submitted claims, the department of natural resources shall pay the claims in the order in which they are received until each claim is fully paid.

(f) Notwithstanding IC 4-9.1-1-7, IC 4-12-1-12, IC 4-13-2-18, or any other law, interest accruing to the fund may not be withheld, transferred, assigned, or reassigned to a purpose other than the reimbursement of claims under subsection (e)."

Renumber all SECTIONS consecutively.

(Reference is to SB 552 as printed February 22, 2019.)

MESSMER

SENATE MOTION

Madam President: I move that Senate Bill 552 be amended to read as follows:

Page 17, between lines 30 and 31, begin a new paragraph and insert:

"SECTION 27. IC 4-33-13-5.3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 5.3. (a) The auditor of state shall determine the total amount of money paid by the auditor of state to an entity subject to this section under IC 4-35-8.5-2 and section 5 of this chapter during the state fiscal year 2019. The amount determined under this subsection is the base year revenue for each entity subject to this section. The auditor of state shall certify the base year revenue determined under this subsection to each entity subject to this section.**

(b) This subsection applies if a person holding a riverboat owner's license under IC 4-33-6-1(a)(1) relocates the riverboat to another location in Gary. If the total amount payable to Gary under section 5 of this chapter is greater than the base revenue determined under subsection (a), the auditor of state shall deduct the lesser of the following from the amount otherwise payable to Gary:

ES 552—LS 7581/DI 107



(1) The difference between the base revenue determined for Hammond under subsection (a) and the amount payable to Hammond under section 5 of this chapter.

(2) The difference between the amount payable to Gary under section 5 of this chapter and the base revenue determined for Gary under subsection (a).

The auditor of state shall supplement the amount payable to Hammond under section 5 of this chapter with the amount deducted under this subsection. The auditor of state shall make the determinations and supplement the amount payable under this subsection each year, for the first three (3) years after the riverboat relocates to another location in Gary.

(c) This subsection applies if a person holding a riverboat owner's license under IC 4-33-6-1(a)(1) relocates the riverboat to another location in Gary. If the total amount payable to Gary under section 5 of this chapter is greater than the base revenue determined under subsection (a), the auditor of state shall deduct the lesser of the following from the amount OTHERWISE payable to Gary:

(1) The difference between the base revenue determined for East Chicago under subsection (a) and the amount payable to East Chicago under section 5 of this chapter.

(2) The difference between the amount payable to Gary under section 5 of this chapter and the base revenue determined for Gary under subsection (a).

The auditor of state shall supplement the amount payable to East Chicago under section 5 of this chapter with the amount deducted under this subsection. The auditor of state shall make the determinations and supplement the amount payable under this subsection each year for the first three (3) years after the riverboat relocates to another location in Gary."

Renumber all SECTIONS consecutively.

(Reference is to SB 552 as printed February 22, 2019.)

RANDOLPH LONNIE M



SENATE MOTION

Madam President: I move that Senate Bill 552 be amended to read as follows:

Page 17, between lines 30 and 31, begin a new paragraph and insert:

"SECTION 27. IC 4-33-13-5.3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: **Sec. 5.3. (a) The auditor of state shall determine the total amount of money paid by the auditor of state to an entity subject to this section under section 5(a)(2) of this chapter and IC 4-35-8.5-2 during the state fiscal year 2019. The amount determined under this subsection is the base year revenue for each entity subject to this section. The auditor of state shall certify the base year revenue determined under this subsection to each entity subject to this section.**

(b) This subsection applies if a person holding a riverboat owner's license under IC 4-33-6-1(a)(1) relocates the riverboat to another location in Gary. If the total amount payable to Gary under section 5(a)(2) of this chapter is greater than the base revenue determined under subsection (a), the auditor of state shall deduct the lesser of the following from the amount otherwise payable to Gary:

- (1) The difference between the base revenue determined for Michigan City under subsection (a) and the amount payable to Michigan City under section 5(a)(2) of this chapter.**
- (2) The difference between the amount payable to Gary under section 5(a)(2) of this chapter and the base revenue determined for Gary under subsection (a).**

The auditor of state shall supplement the amount payable to Michigan City under section 5(a)(2) of this chapter with the amount deducted under this subsection.

(c) This subsection applies if a person holding a riverboat owner's license under IC 4-33-6-1(a)(1) relocates the riverboat to another location in Gary. If the total amount payable to Gary under section 5(a)(2) of this chapter is greater than the base revenue determined under subsection (a), the auditor of state shall deduct the lesser of the following from the amount otherwise payable to Gary:

- (1) The difference between the base revenue determined for LaPorte County under SUBSECTION (a) and the amount payable to LaPorte County under section 5(a)(2) of this chapter.**
- (2) The difference between the amount payable to LaPorte**



County under section 5(a)(2) of this chapter and the base revenue determined for Gary under subsection (a).
The auditor of state shall supplement the amount payable to LaPorte County under section 5(a)(2) of this chapter with the amount deducted under this subsection."

Renumber all SECTIONS consecutively.

(Reference is to SB 552 as printed February 22, 2019.)

BOHACEK

COMMITTEE REPORT

Mr. Speaker: Your Committee on Public Policy, to which was referred Senate Bill 552, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 2, line 2, delete "dispensing" and insert "**disbursing**".

Page 2, delete lines 36 through 42.

Page 3, delete lines 1 through 17, begin a new paragraph and insert:
"SECTION 5. IC 4-32.2-2-27.4 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 27.4. "Sports bracket or sports pool" means a contest for which a player:

- (1) pays a fixed price to participate with other players;**
- (2) picks the outcome of specific sporting events; and**
- (3) may receive a prize that is derived from the fees in subdivision (1).**

SECTION 6. IC 4-32.2-4-23 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 23. (a) The commission may issue a sports bracket or sports pool license to a bona fide fraternal organization or a bona fide veterans organization upon the organization's submission of an application and payment of a fee determined under IC 4-32.2-6. The license must:

- (1) authorize the bona fide fraternal organization or bona fide veterans organization to conduct the bracket or pool at a specific time and location; and**
 - (2) state the date, beginning and ending times, and location of the bracket or pool.**
- (b) Sporting events that may be the subject of a sports bracket**



or sports pool license include:

- (1) National Collegiate Athletic Association tournaments;
- (2) the Super Bowl;
- (3) the Kentucky Derby;
- (4) the Indianapolis 500; and
- (5) other similar events.

(c) The commission may issue a license under this section to a bona fide fraternal organization or bona fide veterans organization up to four (4) times per calendar year.

(d) After the payout occurs in a sports bracket or sports pool, the remaining amount of money paid into the sports bracket or sports pool may only be used for the bona fide fraternal organization's or bona fide veterans organization's charitable purpose.

(e) The commission shall adopt rules under this article to implement this section including the maximum amount of a payout to a player in a sports bracket or sports pool."

Page 4, between lines 17 and 18, begin a new line block indented and insert:

"(6) A casino located in Vigo County under IC 4-33-6.7."

Page 5, line 25, delete "dispensing" and insert "**disbursing**".

Page 6, line 23, delete "Except as provided in section".

Page 6, line 24, delete "4.5 of this chapter, those" and insert "Those".

Page 6, line 25, after "(1)" strike "Two (2) licenses" and insert "**Except as provided in subsection (d), one (1) license**".

Page 6, line 25, reset in roman "a riverboat that operates".

Page 6, line 25, after "operates" delete "two (2)".

Page 6, line 26, delete "riverboats located".

Page 6, line 26, delete "operating".

Page 6, between lines 41 and 42, begin a new line block indented and insert:

"(6) Subject to sections 4.5 and 4.6 of this chapter, one (1) license for a riverboat that operates as an inland casino in Vigo County under IC 4-33-6.7."

Page 7, delete lines 7 through 16.

Page 7, reset in roman lines 17 through 19.

Page 7, between lines 19 and 20, begin a new paragraph and insert:

"(d) The licensed owner described in subsection (a)(1) may have two (2) licenses to operate two (2) riverboats in or from the city of Gary until either:

- (1) the licensed holder opens a new inland casino in the city of



Gary; or

(2) an inland casino begins operation in Vigo County under IC 4-33-6.7."

Page 8, between lines 14 and 15, begin a new paragraph and insert:
"SECTION 19. IC 4-33-6-4, AS AMENDED BY P.L.255-2015, SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 4. (a) In determining whether to grant an owner's license to an applicant, the commission shall consider the following:

(1) The character, reputation, experience, and financial integrity of the following:

(A) The applicant.

(B) A person that:

(i) directly or indirectly controls the applicant; or

(ii) is directly or indirectly controlled by the applicant or by a person that directly or indirectly controls the applicant.

(2) The facilities or proposed facilities for the conduct of riverboat gambling.

(3) The highest prospective total revenue to be collected by the state from the conduct of riverboat gambling.

(4) The good faith affirmative action plan of each applicant to recruit, train, and upgrade minorities in all employment classifications.

(5) The financial ability of the applicant to purchase and maintain adequate liability and casualty insurance.

(6) If the applicant has adequate capitalization to provide and maintain a riverboat for the duration of the license.

(7) Whether the facilities or proposed facilities for the conduct of riverboat gambling are in or will be in areas of undue economic concentration.

~~(7)~~ **(8)** The extent to which the applicant exceeds or meets other standards adopted by the commission.

(b) This subsection does not apply to:

(1) a licensed owner constructing a new riverboat under section 24 of this chapter; or

(2) a person applying for an owner's license to assume control of a riverboat operating from a dock previously approved by the commission.

In an application for an owner's license, the applicant must submit to the commission a proposed design of the riverboat and the dock. The commission may not grant a license to an applicant if the commission determines that it will be difficult or unlikely for the riverboat to depart from the dock."

ES 552—LS 7581/DI 107



Page 8, line 18, delete "a riverboat using one (1) of the" and insert **"the riverboat"**.

Page 8, line 19, delete "licenses described in section 1(a)(1) of this chapter".

Page 8, line 20, delete "Gary and may move a riverboat using the other license" and insert **"Gary as an inland casino"**.

Page 8, delete line 21.

Page 8, line 22, delete "County".

Page 8, line 23, delete ":" and insert **"pays one hundred million dollars (\$100,000,000) to the commission;**

(2) submits to the commission, with agreement from the legislative body of the city of Gary, a request for approval to relocate the licensed owner's gaming operations; and".

Page 8, delete lines 24 through 40.

Page 8, line 41, delete "(4)" and insert **"(3)"**.

Page 9, line 1, delete "commission;" and insert **"commission."**.

Page 9, delete lines 2 through 35.

Page 9, line 36, delete "(f)" and insert **"(b)"**.

Page 9, line 38, delete "(g)" and insert **"(c)"**.

Page 9, delete lines 41 through 42.

Delete pages 10 through 12.

Page 13, delete lines 1 through 9, begin a new paragraph and insert:
"SECTION 21. IC 4-33-6-4.6 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 4.6. (a) This section applies only to a licensed owner operating two (2) riverboats from a dock in Gary.

(b) The license holder described in subsection (a) shall:

(1) relinquish the owner's license for the licensed owner's second riverboat; and

(2) terminate the licensed owner's gaming operations on board the second riverboat;

before the date determined by the commission in the commission's approval of the licensed owner's relocation to an inland casino under section 4.5 of this chapter."

Page 13, line 10, delete "IC 4-33-6-4.8" and insert "IC 4-33-6-4.7".

Page 13, line 12, delete "4.8." and insert **"4.7."**.

Page 13, line 13, delete "relocated to Vigo County under section" and insert **"in Vigo County operated under IC 4-33-6.7."**

Page 13, delete line 14.

Page 14, delete lines 5 through 42.

Page 15, delete lines 1 through 3.



Page 15, line 11, delete "a relocated casino under section 4.5 of this chapter." and insert **"an inland casino in Vigo County under IC 4-33-6.7."**

Page 16, between lines 1 and 2, begin a new paragraph and insert:

"(g) This subsection applies to Vigo County. A public question concerning gaming in Vigo County shall be placed on the ballot as described in subsection (c) in the general election held in 2019. The county election board shall place the following question on the ballot:

"Shall inland casino gambling be permitted in Vigo County?"". "

Page 16, line 5, delete "chapter." and insert **"chapter or an inland casino in Vigo County operated under IC 4-33-6.7."**

Page 16, delete lines 37 through 42.

Page 17, delete lines 1 through 19, begin a new paragraph and insert:

"SECTION 28. IC 4-33-6.7 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]:

Chapter 6.7. Vigo County Casino Operations

Sec. 1. (a) If an owner's license is relinquished under IC 4-33-6-4.6, the commission shall create and implement a competitive bid process for awarding the license to operate an inland casino in Vigo County. The commission shall publish details of the competitive bid process on its Internet web site. The commission shall prescribe the form of the application for permission to operate a casino facility under this chapter. The application must include the following information:

- (1) The name of the applicant.**
- (2) The street address of the applicant's proposed casino.**
- (3) A description of the proposed gaming facilities and proposed nongaming amenities, such as lodging facilities, dining facilities, and retail facilities, at the proposed casino.**
- (4) The amounts that the applicant will invest in both gaming facilities and nongaming amenities at the proposed casino.**
- (5) The proposed number of gambling games that the applicant seeks permission to operate at the proposed casino.**
- (6) Evidence that the applicant's proposed casino will do the following:**
 - (A) Enhance the credibility and integrity of gaming in Indiana.**
 - (B) Promote employment and economic development in the**



area surrounding the proposed casino.

(C) Optimize the collection of wagering tax revenue under this article.

(7) The amount of money that the applicant offers for the license fee.

(b) The commission shall approve an application submitted under this chapter based on the commission's determination of which applicant has submitted the application and bid that best benefits the state of Indiana.

(c) The license fee paid under subsection (a)(7) shall be deposited in the state general fund."

Page 17, delete lines 25 through 42, begin a new paragraph and insert:

"SECTION 29. IC 4-33-12-6, AS AMENDED BY P.L.109-2018, SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 6. (a) The department shall place in the state general fund the tax revenue collected under this chapter.

(b) Except as provided by section 8 of this chapter, the treasurer of state shall quarterly pay the following amounts:

(1) Except as provided in section 9(k) of this chapter, thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to:

(A) the city in which the riverboat is ~~docked~~; **located**, if the city:

(i) is located in a county having a population of more than one hundred eleven thousand (111,000) but less than one hundred fifteen thousand (115,000); ~~or~~

(ii) is contiguous to the Ohio River and is the largest city in the county; ~~or~~

(iii) is Terre Haute; and

(B) the county in which the riverboat is ~~docked~~; **located**, if the riverboat is not ~~docked~~ **located** in a city described in clause (A).

(2) Except as provided in section 9(k) of this chapter, thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to the county in which the riverboat is docked. In the case of a county described in subdivision (1)(B), this thirty-three and one-third percent (33 1/3%) of the admissions tax and supplemental wagering tax is in addition to the thirty-three and one-third percent (33 1/3%) received under



subdivision (1)(B).

(3) Except as provided in section 9(k) of this chapter, three and thirty-three hundredths percent (3.33%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to the county convention and visitors bureau or promotion fund for the county in which the riverboat is docked.

(4) Except as provided in section 9(k) of this chapter, five percent (5%) of the admissions tax and supplemental wagering tax collected by the licensed owner during a quarter shall be paid to the state fair commission, for use in any activity that the commission is authorized to carry out under IC 15-13-3.

(5) Except as provided in section 9(k) of this chapter, three and thirty-three hundredths percent (3.33%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to the division of mental health and addiction. The division shall allocate at least twenty-five percent (25%) of the funds derived from the admissions tax to the prevention and treatment of compulsive gambling.

(6) Twenty-one and six hundred sixty-seven thousandths percent (21.667%) of the admissions tax and supplemental wagering tax collected by the licensed owner during the quarter shall be paid to the state general fund."

Delete pages 18 through 20.

Page 21, delete lines 1 through 19.

Page 21, delete lines 24 through 42.

Delete pages 22 through 30.

Page 31, delete lines 1 through 21.

Page 32, line 42, delete "or operating agent".

Page 33, line 4, after "5." insert "(a)".

Page 33, delete line 11, begin a new paragraph and insert:

"(b) The term does not include sports wagering conducted under IC 4-38."

Page 33, line 17, delete "dispensing" and insert "disbursing".

Page 34, delete lines 9 through 42.

Delete pages 35 through 42.

Page 43, delete lines 1 through 21, begin a new paragraph and insert:

"SECTION 41. IC 4-35-7-19, AS ADDED BY P.L.255-2015, SECTION 42, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 19. (a) ~~After March 1, 2021, and before June 30, 2021, a licensee may submit a plan to the commission for conducting~~

ES 552—LS 7581/DI 107



wagering on table games at the licensee's gambling game facility. The commission shall consider a plan submitted under this subsection within forty-five (45) days of receiving the plan:

(b) In making its determination to authorize wagering on table games, the commission shall consider the potential:

- (1) economic benefits;
- (2) tax revenue;
- (3) number of new jobs; and
- (4) capital investments;

that could occur if the commission authorizes wagering on table games based on a plan submitted under subsection (a):

(c) After considering a plan submitted under subsection (a) and the criteria described in subsection (b), The commission **may shall** authorize wagering on table games at ~~the~~ **each** licensee's gambling game facility **beginning January 1, 2021.**

~~(d)~~ **(b)** A licensee may not:

- (1) install more gambling games than the number of gambling games proposed in the table game plan submitted to the commission; and
- (2) offer more than two thousand two hundred (2,200) gambling games as provided under section 11(b) of this chapter."

Page 44, line 25, delete "IC 4-38 at a riverboat." and insert "**IC 4-38.**"

Page 46, delete lines 28 through 31.

Page 46, line 32, delete "9." and insert "**8.**"

Page 46, line 35, delete "10." and insert "**9.**"

Page 46, line 37, delete "11." and insert "**10.**"

Page 46, line 42, delete "12." and insert "**11.**"

Page 47, line 2, delete "13." and insert "**12.**"

Page 47, line 4, delete "14." and insert "**13.**"

Page 47, line 7, delete "15." and insert "**14.**"

Page 47, line 9, delete "16." and insert "**15.**"

Page 47, line 12, delete "17." and insert "**16.**"

Page 47, line 13, delete "18." and insert "**17.**"

Page 47, line 18, delete "19." and insert "**18.**"

Page 47, line 22, delete "20." and insert "**19.**"

Page 47, line 31, delete "21." and insert "**20.**"

Page 47, line 33, delete "22." and insert "**21.**"

Page 47, line 35, delete "23." and insert "**22.**"

Page 47, line 36, delete "either of the following:"

Page 47, line 37, delete "(1) Conducting" and insert "**conducting**".

Page 47, run in lines 36 through 37.



- Page 47, delete lines 39 through 40.
- Page 47, line 41, delete "24." and insert "23."
- Page 48, delete lines 15 through 16.
- Page 48, line 17, delete "(5)" and insert "(4)".
- Page 48, line 23, delete "(6)" and insert "(5)".
- Page 48, line 25, delete "(7)" and insert "(6)".
- Page 48, line 27, delete "(8)" and insert "(7)".
- Page 48, delete lines 31 through 36.
- Page 51, line 3, delete "Except as provided in subsection (c), a" and insert "A".
- Page 51, line 9, delete "A".
- Page 51, delete lines 10 through 13.
- Page 52, delete lines 2 through 8.
- Page 52, line 9, delete "11." and insert "10."
- Page 52, line 12, delete "12." and insert "11."
- Page 58, between lines 1 and 2, begin a new paragraph and insert:
"Chapter 10. Miscellaneous Provisions
- Sec. 1. This chapter does not apply to fees deposited in the sports wagering fund established by IC 4-38-8-2.**
- Sec. 2. As used in this chapter, "sports wagering occurring in Marion County" refers to the following:**
 - (1) Wagers placed at a licensed facility located in Marion County.**
 - (2) Wagers placed using a mobile device by patrons located in Marion County.**
- Sec. 3. Tax revenue attributable to sports wagering occurring in Marion County must be deposited into the housing trust fund established under IC 36-7-15.1-35.5(e) for the purposes of the fund."**
- Page 59, delete lines 4 through 34.
- Page 60, delete lines 16 through 42.
- Page 61, delete lines 1 through 31.



Page 61, line 32, delete "P.L.189-2018," and insert "THE TECHNICAL CORRECTIONS BILL OF THE 2019 GENERAL ASSEMBLY,".

Page 61, line 33, delete "SECTION 172,".

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to SB 552 as reprinted February 26, 2019.)

SMALTZ

Committee Vote: yeas 12, nays 0.

