### 1 Sec 8-130 Definitions Video Gaming License Required

- 2 The following words, terms and phrases, when used in this section, shall have the
- 3 meanings ascribed to them in this section, except where the context clearly indicates a
- 4 <u>different meaning:</u>
- 5 <u>Video Gaming Terminal or Gambling Device means: (1) any clock, tape machine, slot</u>
- 6 machine, or other machines or device for the reception of money or other thing of value
- 7 on chance or skill or upon the action of which money or a voucher for money or other
- 8 financial consideration is staked, hazarded, bet, won, or lost; or (2) any mechanism,
- 9 <u>furniture</u>, fixture, equipment, or other device designed primarily for use in a gambling
- 10 place; or (3) any vending or other electronic machine or device, including, without
- limitation, a machine or device that awards credits and contains a circuit, meter, or switch
- capable of removing and recording the removal of credits that offers a person entry into
- any contest, competition, sweepstakes, scheme, plan, or other selection process that
- involves or is dependent upon an element of chance for which the person may receive a
- gift, award, or other item or service of value if that offer is incidental to or results from: (A)
- 15 girt, award, or other item or service or value if that other is incidental to or results from. (A)
- the purchase of an item or service of value; or (B) the purchase or gratuitous receipt of a
- 17 coupon, voucher, certificate, or other similar credit that can be redeemed for or applied
- towards an item or service of value from such machine or device or elsewhere.
- 19 No establishment licensed by the Illinois Gaming Board shall be permitted to operate any
- 20 video gaming terminal in the city pursuant to the Illinois Video Gaming Act (230 ILCS 40/1
- 21 et seq.) without first obtaining a video gaming terminal license under this division. The
- 22 distributor of the video gaming terminal must also be in compliance with division 2 of this
- 23 article.

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#### Sec 8-131 Licensee Requirements

- No establishment licensed by the Illinois Gaming Board shall be permitted to operate any
- video gaming terminal in the city pursuant to the Illinois Video Gaming Act (230 ILCS 40/1
- et seg.) without first obtaining a video gaming terminal license under this division. The
- distributor of the video gaming terminal must also be in compliance with division 2 of this
- 29 article.
  - (a) Effective May 1, 2020, video gaming terminal licenses will only be issued to full-service restaurant establishments holding a liquor license and video gaming endorsement as described in Chapter 6, Sec 6-2 Definitions. Any video gaming terminal license in effect at the time of adoption of this section shall be renewed yearly so long as the licensed business does not change ownership. is issued to the current owners. Any sale, transfer, or assignment of more than fifty (50) percent of the ownership of a business or partnership shall terminate said license. In the event that such license is held in the name of a corporation, the sale, transfer or assignment of fifty (50) percent of the stock shall terminate the license.
  - (b) Liquor license must be in good standing with the City and State.
  - (c) An establishment must be in operation as a <u>liquor licensed business</u> <u>licensed liquor premise</u> for no less than one hundred twenty (120) days prior to issuance of a video gaming terminal license. <u>Applications for a video gaming terminal license</u>

may be submitted prior to the expiration of one hundred twenty (120) days, however, final review of the application will only occur after the required waiting period.

(d) Limitations on the issuance of video gaming terminal licenses:

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- (1) The number of video gaming terminal licenses shall be limited to two hundred (200) video gaming terminals.
- (2) Effective March 31, 2018, No new video gaming terminal licenses location may be issued to any establishment that is less than two thousand six hundred forty (2,640) feet from another licensed establishment, measured from the property line to property line and where there is an existing licensed video gaming terminal licensed in the same single shopping center, plaza, or strip mall without the applicant obtaining approval by the local liquor control commissioner (liquor commissioner) for the issuance of said license as set forth herein. Current establishments located within two thousand six hundred forty (2,640) feet or within the same single shopping center, plaza or strip mall with a video gaming terminal license in effect at the time of adoption of this section shall be renewed yearly so long as the licensed business does not change ownership. is issued to the current owners. Any sale, transfer, or assignment of more than fifty (50) percent of the ownership of a business or partnership shall terminate said license. In the event that such license is held in the name of a corporation, the sale, transfer or assignment of fifty percent (50) of the stock shall terminate the license.
  - a. The liquor commissioner may grant a reduction of the distance requirement set forth in paragraph  $(d)(\underline{32})$  of this section based on the finding of an administrative hearing officer that such a reduction would not detrimentally impact the existing video gaming licensee or the surrounding community. If the liquor commissioner grants a reduction, the applicant must still comply with all other application requirements associated with the issuance of a video gaming terminal license.
    - 1. The hearing officer shall consider the following factors in reviewing a request for a distance reduction:
      - i. The type of activity to be conducted at the establishment and the days and times during which such activity will take place;
      - ii. The size of the applicant's business and the size of the existing video gaming licensee's business <u>located</u> within 2640 ft of the applicant business;
      - iii. A report from the police regarding the location, as well as the history of activity conducted at or in conjunction with the premises and any associated infractions or violations of the municipal code;
      - iv. The relevant geography, and location of the applicant's business: and
      - v. <u>Testimony from the existing video gaming licensee(s)</u> located within two thousand six hundred forty (2640) ft of the applicant business, if they choose; and

- vi. The extent to which the video gaming constitutes a significant focus of the applicant's business; and
- vii. The legal nature and history of the applicant.
- Applicants for a reduction of the distance requirement shall submit their application to the city clerk's office, and shall bear all costs associated with the hearing officer's review and court reporter fees for said review. <u>All such costs shall be paid by</u> the applicant prior to the issuance of a license, if approved.
- 3. Prohibited in new establishments located within the downtown and downtown fringe as defined in the zoning ordinance.
- 4. Must not be permitted at establishments located within one thousand (1,000) feet of a casino.
- 5. A licensed video gaming location in the city may operate up to five (5) gaming terminals on its premise at any time.
- (e) Every licensee shall strictly comply with all of the conditions, rules and regulations imposed by the state, and by the city, and specifically shall comply with the following:
  - (1) Each and every video gaming terminal shall be licensed by the state before placement or operation, and the license for each and every terminal shall be maintained within posted at the licensed premises where the video gaming terminal is operated.
  - (2) No video gaming terminal may be played except during the legal hours of operation allowed for the consumption of alcoholic beverages at the licensed establishment.
  - (3) No licensee shall cause or permit any person under the age of twenty-one (21) years to use or play a video gaming terminal.
  - (4) Video gaming terminals located within any licensed establishment must be within an area of the establishment that is restricted to persons twenty-one (21) years of age and over, the entrance to which restricted area is within the view at all times of at least one (1) employee of said establishment, which employee must likewise be twenty-one (21) years of age or over.

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## **Sec 8-132 Application And Issuance**

- (a) Each video gaming terminal license application for an initial license at a premises shall be submitted to the revenue and collections civision and, at a minimum contain the following information:
  - (1) A set of floor and site plans prepared under the seal of an architect or engineer licensed to practice in the State printed on 11 x 14 paper. The plans shall show the dimensions of its site; and the design and layout for determination of occupancy, including, but not limited to, exiting, seating, dining rooms, bars, game and waiting areas, proposed video gaming areas, and position of equipment and fixtures therein. The layout of any video gaming terminal licensed premises may not be substantially changed without submission of a new set of plans and approval by the local liquor commissioner.

(b) The local liquor control commissioner shall have jurisdiction, subject to the

jurisdiction of the state gaming board, to adopt rules for the purpose of

administering the provisions of this article and to prescribe rules, regulations, and

conditions under which all video gaming in the city shall be conducted. Such rules and regulations are to provide for the prevention of practices detrimental to the

public interest and for the best interests of video gaming, including rules and regulations regarding the inspection of such establishments and the review of any

permits or licenses necessary to operate an establishment under any laws or

regulation applicable to establishments and to impose penalties for violations of

(2) Proof of liability insurance on each video gaming terminal placed in a

licensed video gaming location in an amount set by the state gaming board.

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# Sec 8-133 Fees

this article.

- An initial application fee, of one hundred dollars (\$100.00) as established by resolution of 14
- the city council from time -to-time, shall be charged in addition to the operation fees for 15
- the establishment and distributor. No licensed establishment shall be permitted to 16
- operate any video gaming terminal in the city unless said establishment and distributor 17
- also has obtained a license and paid a yearly operation fee to the city in the amount 18
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  - established by resolution of the city council from time to time, for each video gaming
- terminal on its premises. 20

#### Sec 8-134 Renewal 21

- (a) All licenses issued by the city under this article shall expire on September 30 and are renewable annually unless sooner cancelled or terminated. No license issued under this article is transferable or assignable.
- (b) The license may only be renewed upon receipt of a copy of the current state license, the applicable renewal fee and any renewal forms provided by the city.
- (c) The license may only be renewed if the licensee continues to meet all qualifications for licensure set forth in the Video Gaming Act, the regulations promulgated pursuant to the Video Gaming Act, the liquor control ordinance and this article.