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HOUSE BILL No. 1038

Proposed Changes to January 30, 2026 printing by AM103818

DIGEST OF PROPOSED AMENDMENT

Horse racing. Authorizes a permit holder to operate historical horse racing machines at a satellite facility to conduct and supervise pari-mutuel wagers on historic horse races. Provides that certain requirements concerning local approval do not apply to the relocation of a satellite facility to another location in the same county in which the satellite facility operates. Requires an application for the relocated Ohio County riverboat license to include a financial commitment to the horse racing industry.

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 4-31-2.1-15.5 IS ADDED TO THE INDIANA
- 2 CODE AS A NEW SECTION TO READ AS FOLLOWS
- 3 [EFFECTIVE JULY 1, 2026]: Sec. 15.5. "Historic horse race" means
- 4 a horse race that was previously conducted at a recognized meeting
- 5 that concluded with official results without scratches,
- 6 disqualifications, or dead-heat finishes.
- 7 SECTION 2. IC 4-31-2.1-15.6 IS ADDED TO THE INDIANA
- 8 CODE AS A NEW SECTION TO READ AS FOLLOWS
- 9 [EFFECTIVE JULY 1, 2026]: Sec. 15.6. "Historical horse racing
- 10 machine" means a pari-mutuel wagering system:
- 11 (1) that allows a patron to place a pari-mutuel wager on a
- 12 historic horse race through:
- 13 (A) an electronic device; or
- 14 (B) another technological device or terminal;
- 15 (2) that is approved by the commission; and
- 16 (3) in which wagers are pooled in a pari-mutuel wagering

HB 1038—LS 6386/DI 125



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pool.
SECTION 3. IC 4-31-2.1-25, AS ADDED BY P.L.105-2022, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 25. "Pari-mutuel wagering" means a system of wagering, **including wagering on historic horse racing machines, in which those persons who wager on horses that finish in specified positions share the total amount wagered, minus deductions permitted by law.**

SECTION 4. IC 4-31-4-0.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 0.5. The requirements under this chapter do not apply to the relocation of a satellite facility to another location in the same county in which the satellite facility operates.**

SECTION 5. IC 4-31-5.5-6, AS AMENDED BY P.L.165-2021, SECTION 46, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 6. (a) A permit holder or group of permit holders that is authorized to operate satellite facilities may accept and transmit pari-mutuel wagers on horse racing **(including on live, simulcast, or historic horse races)** at those facilities and may engage in all activities necessary to establish and operate appropriate satellite wagering facilities, including the following:

(1) Live simulcasts of horse racing conducted at the permit holder's racetrack or at other racetracks. However, a satellite facility operated by a permit holder may not simulcast races conducted in other states on any day that is not a live racing day (as defined in section 3 of this chapter) unless the satellite facility also simulcasts all available races conducted in Indiana on that day.

(2) Construction or leasing of satellite wagering facilities.

(3) Sale of food and beverages.

(4) Advertising and promotion.

(5) All other related activities.

(b) A permit holder authorized to operate a satellite facility may use an approved limited mobile gaming system to accept pari-mutuel wagers on horse racing at the satellite facility in accordance with IC 4-31-7-10.

(c) A permit holder authorized to operate a satellite facility may accept and transmit pari-mutuel wagers on races conducted at a racetrack that has entered into a simulcasting contract with the permit holder even if the races are conducted during a time when the satellite facility is not open.

(d) Subject to rules adopted by the commission, a permit

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1 holder is authorized to operate historical horse racing machines at
2 a satellite facility to conduct and supervise pari-mutuel wagers on
3 historic horse races.

4 SECTION 6. IC 4-31-7-1, AS AMENDED BY P.L.165-2021,
5 SECTION 47, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
6 JULY 1, 2026]: Sec. 1. (a) A person holding a permit to conduct a
7 horse racing meeting or a license to operate a satellite facility may
8 provide a place in the racing meeting grounds or enclosure or the
9 satellite facility at which the person may conduct and supervise the
10 pari-mutuel system of wagering by patrons of legal age on horse races
11 conducted or simulcast by the person, and as permitted in subsection
12 (c), section 7 of this chapter, IC 4-31-5.5, and IC 4-31-7.5. The person
13 may not permit or use:

14 (1) another place other than that provided and designated by the
15 person; or

16 (2) another method or system of betting or wagering.

17 However, a permit holder licensed to conduct gambling games under
18 IC 4-35 may permit wagering on gambling games at a racetrack as
19 permitted by IC 4-35.

20 (b) Except as provided in subsection (c), section 7 of this chapter,
21 IC 4-31-5.5, and IC 4-31-7.5, the pari-mutuel system of wagering may
22 not be conducted on any races except the races at the racetrack,
23 grounds, or enclosure for which the person holds a permit.

24 (c) A permit holder authorized to operate a satellite facility
25 may conduct pari-mutuel wagering on historic horse races at the
26 satellite facility with historical horse racing machines. The
27 commission shall adopt rules governing wagering on historic horse
28 races. Wagering under this subsection must be conducted in
29 accordance with this section and rules adopted by the commission.

30] SECTION ~~4-33-2-17~~ [7]. IC 4-33-2-17, AS AMENDED BY
31 P.L.293-2019, SECTION 5, IS AMENDED TO READ AS FOLLOWS
32 [EFFECTIVE UPON PASSAGE]: Sec. 17. "Riverboat" means any of
33 the following on which lawful gambling is authorized under this article:

34 (1) A self-propelled excursion boat that complies with
35 IC 4-33-6-6(a) and is located in a county that is contiguous to
36 Lake Michigan or the Ohio River.

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

38 (3) A permanently moored craft operating from a county
39 described in subdivision (1).

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

41 (5) A casino operated in Gary under IC 4-33-6-4.5.

42 (6) A casino operated in Vigo County under IC 4-33-6.7.

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HB 1038—LS 6386/DI 125



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1 **(7) A casino operated in Allen County, DeKalb County,**
 2 **Steuben County, or Wayne County under IC 4-33-6.8.**

3 SECTION ~~8~~⁸. IC 4-33-6-1, AS AMENDED BY
 4 P.L.293-2019, SECTION 10, IS AMENDED TO READ AS
 5 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 1. (a) The
 6 commission may issue to a person a license to own a riverboat subject
 7 to the numerical and geographical limitation of owner's licenses under
 8 this section and IC 4-33-4-17. Not more than ten (10) owner's licenses
 9 may be in effect at any time. Subject to subsection (d), those owner's
 10 licenses may be issued as follows:

- 11 (1) Not more than two (2) licenses for not more than two (2)
 12 riverboats that operate in or from the city of Gary.
 13 (2) One (1) license for a riverboat that operates from the city of
 14 Hammond.
 15 (3) One (1) license for a riverboat that operates from the city of
 16 East Chicago.
 17 (4) One (1) license for a city located in a county contiguous to
 18 Lake Michigan. However, this license may not be issued to a city
 19 described in subdivisions (1) through (3).
 20 (5) **Not more than** a total of five (5) licenses for riverboats that
 21 operate upon the Ohio River from the following counties:
 22 (A) Vanderburgh County.
 23 (B) Harrison County.
 24 (C) Switzerland County.
 25 (D) Ohio County.
 26 (E) Dearborn County.

27 The commission may not issue a license to an applicant if the
 28 issuance of the license would result in more than one (1)
 29 riverboat operating from a county described in this subdivision.
 30 (6) Not more than one (1) license for a riverboat that operates as
 31 an inland casino in Vigo County under IC 4-33-6.7.

32 **(7) Not more than one (1) license for a riverboat that**
 33 **operates as an inland casino in Allen County, DeKalb**
 34 **County, Steuben County, or Wayne County under**
 35 **IC 4-33-6.8.**

36 (b) In addition to its power to issue owner's licenses under
 37 subsection (a), the commission may also enter into a contract under
 38 IC 4-33-6.5 with respect to the operation of one (1) riverboat on behalf
 39 of the commission in a historic hotel district.

40 (c) **Except as provided in IC 4-33-6.8,** a person holding a
 41 owner's license may not move the person's riverboat from the county in
 42 which the riverboat was docked on January 1, 2007, to any other

HB 1038—LS 6386/DI 125



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county.
(d) The following apply to the allocation and issuance of owner's licenses under subsection (a):

(1) A licensed owner holding two licenses issued under subsection (a)(1) must relinquish one (1) of the licenses under section 4.5 of this chapter upon the commission's approval of the licensed owner's request to relocate gaming operations under section 4.5 of this chapter.

(2) An owner's license relinquished under subdivision (1) and section 4.5 of this chapter may not be reissued with respect to gaming operations in Gary.

(3) The licensed owner who relinquishes a license under subdivision (1) and section 4.5 of this chapter may operate two (2) docked riverboats under a single license unless and until the licensed owner begins gaming operations at a relocated inland casino under section 4.5 of this chapter.

(4) If an owner's license is relinquished under subdivision (1) and section 4.5 of this chapter, an owner's license may be issued to authorize gaming operations in Vigo County in accordance with subsection (a)(6) and the procedures set forth in IC 4-33-6.7.

(5) If the commission approves an application of a licensed owner or permit holder to relocate gaming operations from Ohio County under IC 4-33-6.8, a new owner's license may not be issued to authorize gaming operations in Ohio County after gaming operations are relocated to Allen County, DeKalb County, Steuben County, or Wayne County.

SECTION ~~4.8~~[9]. IC 4-33-6-4.8 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: **Sec. 4.8. (a) This section applies to the licensed owner of an inland casino operated in Allen County, DeKalb County, Steuben County, or Wayne County under IC 4-33-6.8.**

(b) A licensed owner described in subsection (a) shall enter into a development agreement (as defined in IC 4-33-23-2) with the county in which the casino conducts gaming operations.

SECTION ~~19.5~~[10]. IC 4-33-6-19.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: **Sec. 19.5. (a) Not later than June 1, 2026, the legislative body of Allen County, DeKalb County, Steuben County, or Wayne County may adopt a resolution stating that the legislative body wishes to seek approval from the voters of**

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HB 1038—LS 6386/DI 125



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- 1 the county to permit inland casino gambling in the county.
- 2 (b) A county legislative body that adopts a resolution under
- 3 this subsection shall certify the following public question to the
- 4 county election board under IC 3-10-9-3 not later than noon
- 5 August 1, 2026, for placement on the 2026 general election ballot:
- 6 "Shall inland casino gambling be permitted in (insert the
- 7 name of the county)?".
- 8 (c) The public question shall be placed on the ballot as
- 9 provided in IC 3-10-9.
- 10 (d) Each registered voter of the county is entitled to vote on the
- 11 public question.
- 12 (e) The circuit court clerk shall certify the results of the public
- 13 question under IC 3-12-4-9 to the commission.
- 14 SECTION ~~↔~~[11]. IC 4-33-6-24, AS AMENDED BY
- 15 P.L.293-2019, SECTION 18, IS AMENDED TO READ AS
- 16 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 24. (a) This section
- 17 does not apply to:
- 18 (1) gaming operations relocated under section 4.5 of this
- 19 chapter; or
- 20 (2) an inland casino operated in:
- 21 (A) Vigo County under IC 4-33-6.7; or
- 22 (B) Allen County, DeKalb County, Steuben County, or
- 23 Wayne County under IC 4-33-6.8.
- 24 (b) For purposes of this section, property is considered to be
- 25 adjacent to a riverboat dock site even if it is separated from the dock
- 26 site by public rights-of-way or railroad rights-of-way.
- 27 (c) A licensed owner may relocate the licensed owner's gaming
- 28 operation from a docked riverboat to an inland casino if the following
- 29 conditions are met:
- 30 (1) Except as provided in subsection (d), the casino is located on
- 31 property that the licensed owner owned or leased and used in the
- 32 conduct of the licensed owner's gaming operations on February
- 33 1, 2015.
- 34 (2) The casino is located on property adjacent to the dock site of
- 35 the licensed owner's riverboat.
- 36 (3) The casino complies with all applicable building codes and
- 37 any safety requirements imposed by the commission.
- 38 (4) The commission approves the relocation of the licensed
- 39 owner's gaming operation.
- 40 (d) This subsection applies to a licensed owner that owns or leases
- 41 property that is considered adjacent to a riverboat dock site under
- 42 subsection (b). The licensed owner may:

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HB 1038—LS 6386/DI 125



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1 (1) acquire part of the public rights-of-way or railroad
 2 rights-of-way to form a contiguous parcel with the property
 3 owned or leased by the licensed owner on February 1, 2015; and
 4 (2) subject to the other requirements of this section, situate an
 5 inland casino on the contiguous parcel formed under subdivision
 6 (1).

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

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

13 SECTION ~~↔~~[12]. IC 4-33-6-25, AS AMENDED BY
 14 P.L.293-2019, SECTION 19, IS AMENDED TO READ AS
 15 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 25. (a) This section
 16 does not apply to a riverboat gaming operation relocated under section
 17 24 of this chapter.

18 (b) Except as provided in subsections (c) and (d), the number of
 19 gambling games offered by a licensed owner or operating agent within
 20 the riverboat operated by the licensed owner or operating agent may
 21 not exceed the greatest number of gambling games offered by the
 22 licensed owner or operating agent since January 1, 2007.

23 (c) The number of gambling games offered by a licensed owner
 24 operating under a license described in section 1(a)(1) of this chapter
 25 may not exceed two thousand seven hundred sixty-four (2,764).

26 (d) The number of gambling games offered by a licensed owner of
 27 an inland casino operated in Vigo County under IC 4-33-6.7 may not
 28 exceed one thousand five hundred (1,500).

29 (e) **The number of gambling games offered by a licensed owner
 30 of an inland casino operated in Allen County, DeKalb County,
 31 Steuben County, or Wayne County under IC 4-33-6.8 may not
 32 exceed one thousand five hundred (1,500).**

33 SECTION ~~↔~~[13]. IC 4-33-6.8 IS ADDED TO THE INDIANA
 34 CODE AS A NEW CHAPTER TO READ AS FOLLOWS
 35 [EFFECTIVE UPON PASSAGE]:

36 **Chapter 6.8. Relocation of Casino Operations**

37 **Sec. 1. For purposes of this chapter, "Ohio County license"**
 38 **means an owner's license for a riverboat operated from Ohio**
 39 **County.**

40 **Sec. 2. For purposes of this chapter, "permit holder" has the**
 41 **meaning set forth in IC 4-31-2.1-27.**

42 **Sec. 3. The commission may authorize in the manner required**

HB 1038—LS 6386/DI 125



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1 by this chapter the relocation of the Ohio County license to an
 2 inland casino in Allen County, DeKalb County, Steuben County, or
 3 Wayne County.

4 Sec. 4. (a) A licensed owner or permit holder may apply to own
 5 and operate the Ohio County license by submitting the following
 6 to the commission not later than December 1, 2026:

7 (1) A written application that contains the following
 8 information:

9 (A) The county in which the applicant is proposing to
 10 operate an inland casino. For purposes of this clause, the
 11 application must select Allen County, DeKalb County,
 12 Steuben County, or Wayne County.

13 (B) Documented and verifiable information describing
 14 the following:

15 (i) The proposed site of the inland casino.

16 (ii) Evidence of site control or real estate options.

17 (iii) Conceptual plans for casino and nongaming
 18 facilities.

19 (iv) Estimated construction and total development
 20 costs.

21 (v) A phased investment and construction timeline.

22 (vi) Market and feasibility information.

23 (vii) The financial capacity of the applicant.

24 (C) The applicant's commitment and plan to invest at
 25 least five hundred million dollars (\$500,000,000) for the
 26 development of a casino and nongaming amenities onsite
 27 in the county selected under clause (A) in the following
 28 manner:

29 (i) At least sixty percent (60%) of the amount
 30 invested in the initial phase of development.

31 (ii) The remaining amount invested, and the
 32 relocation and development of the casino and
 33 nongaming amenities completed, not later than five
 34 (5) years after gaming operations begin at the
 35 relocated casino under this chapter.

36 (D) Any other information requested by the commission.

37 (2) The local government support documents required under
 38 section 5(a) of this chapter.

39 (b) An application submitted under subsection (a)
 40 ~~may~~ shall include financial commitments to the horse racing
 41 industry.

42 (c) The commission must begin accepting applications under

HB 1038—LS 6386/DI 125



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1 subsection (a) not later than October 1, 2026.

2 (d) For purposes of subsection (a), the commission may not
3 accept:

4 (1) an application from a person that is not a licensed owner
5 or permit holder;

6 (2) subject to section 7 of this chapter, more than one (1)
7 application from a licensed owner or permit holder;

8 (3) an application that proposes to operate an inland casino
9 in a county other than Allen County, DeKalb County,
10 Steuben County, or Wayne County; or

11 (4) an application that does not include the information and
12 documents required under subsection (a).

13 Sec. 5. (a) An applicant must submit the following with an
14 application under section 4 of this chapter:

15 (1) A copy of a resolution adopted by a majority of the board
16 of county commissioners of the county selected by the
17 applicant under section 4(a)(1)(A) of this chapter that
18 supports:

19 (A) the applicant's proposed relocation; or

20 (B) the relocation of the Ohio County license to an
21 inland casino in the county without identifying a specific
22 applicant.

23 (2) If the proposed casino will be located within a
24 municipality, a letter of support for the proposed relocation
25 signed by the mayor of the municipality.

26 (b) Except as provided in section 7 of this chapter, a unit (as
27 defined in IC 36-1-2-23) may:

28 (1) privately negotiate with an applicant before an
29 application is submitted; and

30 (2) support or decline to support specific applicants in a
31 letter or resolution under subsection (a).

32 Sec. 6. (a) Following the submission of applications under
33 section 4 of this chapter, the commission shall review the filed
34 applications in the manner required by subsections (c) and (e). Not
35 later than January 15, 2027, the commission shall:

36 (1) make the filed applications available to the public; and

37 (2) prepare an informational summary of the filed
38 applications and make the summary available to the public.

39 The commission may redact information that it determines to be
40 confidential in the applications or informational summary made
41 available to the public.

42 (b) The commission may hire independent consultants or

HB 1038—LS 6386/DI 125



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experts to assist with evaluating applications.
(c) Subject to subsection (d), the commission must decide whether to approve or deny an application submitted under section 4 of this chapter based on documented and verifiable information, including the following:

- (1) The net economic benefit to the state.
- (2) Increased state and local tax revenue.
- (3) The number and quality of jobs created.
- (4) The amount of capital investment planned by the applicant under section 4(a)(1)(C) of this chapter.
- (5) The quality and durability of proposed facilities.
- (6) The financial stability of the applicant.
- (7) Site feasibility and infrastructure readiness.
- (8) Market sustainability.
- (9) The impact on other Indiana casinos and the horse racing industry.
- (10) Regulatory compliance history.
- (11) The total public value of a supplemental bid under section 7 of this chapter, if applicable.
- (12) Any other factor deemed appropriate by the commission.

(d) In deciding whether to approve or deny an application submitted under section 4 of this chapter, the commission may consider:

- (1) whether a public question was on the 2026 general election ballot under IC 4-33-6-19.5 in the county in which the applicant proposes to operate an inland casino; and
- (2) if a public question was on the ballot as described in subdivision (1), the results of the public question certified to the commission under IC 4-33-6-19.5(e).

(e) The commission may not decide whether to approve or deny an application submitted under section 4 of this chapter based on lobbying, political pressure, or unverifiable claims.

(f) The commission may hold executive sessions under IC 5-14-1.5-6.1(b)(1) to review and discuss applications submitted under this chapter.

Sec. 7. (a) This section applies if the commission receives more than one (1) application proposing to operate an inland casino in the same county.

(b) The commission may, after making the filed applications available to the public under section 6 of this chapter, solicit and accept a supplemental bid from one (1) or more of the licensed

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- 1 owners or permit holders that submitted an application described
- 2 in subsection (a).
- 3 (c) The following apply to a supplemental bid submitted under
- 4 subsection (b):
- 5 (1) A supplemental bid:
- 6 (A) must be submitted only to the commission; and
- 7 (B) subject to subsection (e), must be sealed and is
- 8 confidential.
- 9 (2) A supplemental bid may include proposed payments to
- 10 one (1) or more of the following:
- 11 (A) The state.
- 12 (B) The community in which the proposed inland casino
- 13 will be located.
- 14 (C) The city of Rising Sun.
- 15 (D) Ohio County.
- 16 (3) Each supplemental bid must clearly identify the amount,
- 17 recipient, and timing of a proposed payment under
- 18 subdivision (2).
- 19 (4) An applicant may include in a supplemental bid
- 20 modifications to the information submitted by the applicant
- 21 under:
- 22 (A) section 4(a)(1)(B)(iii) through 4(a)(1)(B)(v) of this
- 23 chapter; and
- 24 (B) section 4(a)(1)(C) of this chapter.
- 25 (5) A unit (as defined in IC 36-1-2-23) may not negotiate
- 26 directly with a licensed owner or permit holder submitting
- 27 a supplemental bid.
- 28 (d) If a supplemental bid is submitted under this section, the
- 29 commission is not required to consider only applications
- 30 accompanied by a supplemental bid. The commission may approve
- 31 an application that was not accompanied by a supplemental bid.
- 32 (e) After the commission makes a final decision under section
- 33 8 of this chapter, the commission must make public each
- 34 supplemental bid received under this section.
- 35 Sec. 8. (a) After issuing the informational summary required
- 36 under section 6(a)(2) of this chapter, and not later than April 15,
- 37 2027, the commission shall issue a final decision approving or
- 38 denying each application. The final decision must include written
- 39 findings explaining the decision.
- 40 (b) The commission may:
- 41 (1) approve only one (1) application under subsection (a);
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(2) deny all of the filed applications if the commission determines that none of the applications serve the interests of the state.

Sec. 9. (a) If the commission approves an application of a licensed owner or permit holder to relocate gaming operations under section 8 of this chapter, the commission:

(1) shall require the licensed owner or permit holder to pay to the commission a fee of fifty million dollars (\$50,000,000) in the manner described in subsection (b);

(2) shall require the licensed owner or permit holder to make a one (1) time payment in the total amount of thirty million dollars (\$30,000,000) to the city of Rising Sun and Ohio County, due on the date set by the commission under section 12 of this chapter for the license transfer; and

(3) may impose other requirements that the commission deems necessary and appropriate to protect the interest of the state and the person whose application is approved under section 8 of this chapter.

(b) The payment required by subsection (a)(1) must be paid to the commission in five (5) annual payments of equal amounts. The first payment required by this section is due within thirty (30) days of the approval of the application under section 8 of this chapter. The four (4) remaining annual payments are each due on the anniversary date of the first payment.

(c) The commission shall deposit the fee received under subsection (a) in the state general fund.

Sec. 10. (a) The commission shall contract with an independent third party consultant to determine the fair market value of the Ohio County license. IC 5-22 does not apply to procurement by the commission with respect to the contract required under this subsection.

(b) The fair market value determined under subsection (a) must be disclosed to the public not later than October 1, 2026.

(c) This subsection does not apply if the commission approves an application to relocate gaming operations under section 8 of this chapter submitted by the current owner of the Ohio County license. The licensed owner or permit holder whose application was approved under section 8 of this chapter shall pay the amount determined under subsection (a) to the owner of the Ohio County license.

Sec. 11. (a) The commission may enforce the phasing and completion timelines to which the licensed owner or permit holder

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committed under section 4(a) of this chapter.

(b) If the licensed owner or permit holder whose application was approved by the commission under section 8 of this chapter sells or otherwise transfers the licensed owner's or permit holder's interest in the owner's license within ten (10) years from the date the application was approved, the following apply:

(1) The licensed owner or permit holder shall pay a fee of fifty million dollars (\$50,000,000) to the commission before the sale or transfer of the license may be approved by the commission. Any payment required under this subdivision shall be deposited in the state general fund.

(2) If, at the time of the transfer of ownership, the five hundred million dollar (\$500,000,000) investment to which the licensed owner or permit holder committed under section 4(a)(1)(C) of this chapter has not been met, the person acquiring the owner's license shall, not later than ten (10) years from the date the application was approved by the commission under section 8 of this chapter, invest in the casino and nongaming amenities an amount that is at least equal to the difference between five hundred million dollars (\$500,000,000) and the amount actually invested by the person transferring the owner's license.

Sec. 12. (a) The owner of the Ohio County license may continue gambling operations on the riverboat in Ohio County:

(1) during the application, review, and approval process under this chapter; and

(2) if an application is approved under section 8 of this chapter, until one (1) day before the date the commission has approved gambling operations to begin under the relocated owner's license in Allen County, DeKalb County, Steuben County, or Wayne County.

(b) If the commission approves an application to relocate gaming operations under section 8 of this chapter, the following apply:

(1) The owner of the Ohio County license shall cease gambling operations on the riverboat in Ohio County not later than one (1) day before the date the commission has approved gambling operations to begin under the relocated owner's license in Allen County, DeKalb County, Steuben County, or Wayne County.

(2) After gambling operations cease on the riverboat in Ohio County under subdivision (1), and before the date the

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1 **commission has approved gambling operations to begin**
 2 **under the relocated owner's license, the commission shall**
 3 **promptly transfer the owner's license issued under**
 4 **IC 4-33-6-1(a) to the licensed owner or permit holder whose**
 5 **application was approved under section 8 of this chapter.**
 6 **(3) The licensed owner or permit holder to whom the owner's**
 7 **license is transferred under subdivision (2) is authorized to**
 8 **begin gambling operations in a casino in Allen County,**
 9 **DeKalb County, Steuben County, or Wayne County in**
 10 **accordance with IC 4-33-6-1(a)(7) and this chapter.**
 11 SECTION ~~8~~ [14]. IC 4-33-10-2.5, AS AMENDED BY
 12 P.L.186-2025, SECTION 43, IS AMENDED TO READ AS
 13 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2.5. (a) This
 14 section applies only to property given after June 30, 1996.
 15 (b) The definitions in IC 3-5-2.1 apply to this section to the extent
 16 they do not conflict with the definitions in this article.
 17 (c) As used in this section, "license" means:
 18 (1) an owner's license issued under this article;
 19 (2) a supplier's license issued under this article to a supplier of
 20 gaming supplies or equipment, including electronic gaming
 21 equipment; or
 22 (3) an operating agent contract entered into under this article.
 23 (d) As used in this section, "licensee" means a person who holds
 24 a license. The term includes an operating agent.
 25 (e) As used in this section, "officer" refers only to either of the
 26 following:
 27 (1) An individual listed as an officer of a corporation in the
 28 corporation's most recent annual report.
 29 (2) An individual who is a successor to an individual described
 30 in subdivision (1).
 31 (f) For purposes of this section, a person is considered to have an
 32 interest in a licensee if the person satisfies any of the following:
 33 (1) The person holds at least a one percent (1%) interest in the
 34 licensee.
 35 (2) The person is an officer of the licensee.
 36 (3) The person is an officer of a person that holds at least a one
 37 percent (1%) interest in the licensee.
 38 (4) The person is a political action committee of the licensee.
 39 (g) A licensee or a person with an interest in a licensee may not
 40 give any property (as defined in IC 35-31.5-2-253) to a member of a
 41 precinct committee to induce the member of the precinct committee to
 42 do any act or refrain from doing any act with respect to the approval of

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HB 1038—LS 6386/DI 125



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1 a local public question under IC 4-33-6-19, ~~or~~ IC 4-33-6-19.3, ~~or~~
2 **IC 4-33-6-19.5.**

3 (h) A person who knowingly or intentionally violates this section
4 commits a Level 6 felony.

5 SECTION ~~9~~[15]. IC 4-33-12-1.5, AS AMENDED BY
6 P.L.293-2019, SECTION 24, IS AMENDED TO READ AS
7 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 1.5. (a) A
8 supplemental wagering tax on the wagering occurring each day at a
9 riverboat is imposed upon the licensed owner operating the riverboat.

10 (b) Except as provided in ~~subsection (d)~~, **subsections (d) and (e)**,
11 and subject to subsection (c), the amount of supplemental wagering tax
12 imposed for a particular day is determined by multiplying the
13 riverboat's adjusted gross receipts for that day by the quotient of:

14 (1) the total riverboat admissions tax that the riverboat's licensed
15 owner paid beginning July 1, 2016, and ending June 30, 2017;
16 divided by

17 (2) the riverboat's adjusted gross receipts beginning July 1, 2016,
18 and ending June 30, 2017.

19 (c) The quotient used under subsection (b) to determine the
20 supplemental wagering tax liability of a licensed owner subject to
21 subsection (b) may not exceed the following when expressed as a
22 percentage:

23 (1) Four percent (4%) before July 1, 2019.

24 (2) Three and five-tenths percent (3.5%) after June 30, 2019.

25 (d) The supplemental wagering tax liability of a licensed owner
26 operating an inland casino in Vigo County is equal to two and
27 nine-tenths percent (2.9%) of the riverboat's adjusted gross receipts for
28 the day.

29 **(e) The supplemental wagering tax liability of a licensed owner**
30 **operating an inland casino in Allen County, DeKalb County,**
31 **Steuben County, or Wayne County under IC 4-33-6.8 is equal to**
32 **three and five-tenths percent (3.5%) of the riverboat's adjusted**
33 **gross receipts for the day.**

34 SECTION 1~~6~~[6]. IC 4-33-12-6, AS AMENDED BY
35 P.L.104-2022, SECTION 8, IS AMENDED TO READ AS FOLLOWS
36 [EFFECTIVE UPON PASSAGE]: Sec. 6. (a) The department shall
37 place in the state general fund the tax revenue collected under this
38 chapter.

39 (b) Except as provided by sections 8, ~~and~~ 8.5, ~~and~~ **8.7** of this
40 chapter, the treasurer of state shall quarterly pay the following
41 amounts:

42 (1) Except as provided in section 9(k) of this chapter, thirty-three

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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 located, if the city:
 - (i) is located in a county having a population of more than one hundred twelve thousand (112,000) and less than one hundred twenty thousand (120,000); or
 - (ii) is contiguous to the Ohio River and is the largest city in the county; and

(B) the county in which the riverboat is located, if the riverboat is not 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 located. 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 located.

(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.

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HB 1038—LS 6386/DI 125



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1 SECTION 1 ~~4~~ ~~7~~ [7]. IC 4-33-12-8.7 IS ADDED TO THE
2 INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS
3 [EFFECTIVE UPON PASSAGE]: **Sec. 8.7. (a) This section applies**
4 **only to tax revenue collected from an inland casino located in Allen**
5 **County, DeKalb County, Steuben County, or Wayne County under**
6 **IC 4-33-6.8.**

7 (b) The treasurer of state shall pay the following amounts from
8 taxes collected during the preceding calendar quarter from the
9 inland casino:

10 (1) Ten percent (10%) to one (1) of the following:

11 (A) The regional development authority established
12 under IC 36-7.6 for northeast Indiana, if the commission
13 approves an application under IC 4-33-6.8-8 to operate
14 an inland casino in Allen County, DeKalb County, or
15 Steuben County.

16 (B) The regional development authority established
17 under IC 36-7.6 of which Wayne County is a member, if
18 the commission approves an application under
19 IC 4-33-6.8-8 to operate an inland casino in Wayne
20 County.

21 (2) Forty-five percent (45%) to the city in which the casino
22 conducts gaming operations.

23 (3) Forty-five percent (45%) to county in which the casino
24 conducts gaming operations.

25 (c) This subsection applies to a city or county receiving money
26 under subsection (b). Money paid to a city or county under
27 subsection (b):

28 (1) must be paid to the fiscal officer of the unit and may be
29 deposited in the unit's general fund or a riverboat fund
30 established by the city or county under IC 36-1-8-9, or both;

31 (2) may not be used to reduce the unit's maximum levy under
32 IC 6-1.1-18.5 but may be used at the discretion of the unit to
33 reduce the property tax levy of the unit for a particular year;

34 (3) may be used for any legal or corporate purpose of the
35 unit, including the pledge of money to bonds, leases, or other
36 obligations under IC 5-1-14-4; and

37 (4) is considered miscellaneous revenue.

38 (d) Money paid under subsection (b)(1) must be deposited in
39 the development authority fund established under IC 36-7.6-4-1 for
40 the regional development authority to which the money is due.

41 SECTION 1 ~~4~~ ~~8~~ [8]. IC 4-33-13-5, AS AMENDED BY
42 P.L.9-2024, SECTION 109, IS AMENDED TO READ AS FOLLOWS

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HB 1038—LS 6386/DI 125



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1 [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) This subsection does not
2 apply to tax revenue remitted by an operating agent operating a
3 riverboat in a historic hotel district. Excluding funds that are
4 appropriated in the biennial budget act from the state gaming fund to
5 the commission for purposes of administering this article, each month
6 the state comptroller shall distribute the tax revenue deposited in the
7 state gaming fund under this chapter to the following:

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

10 (A) Before July 1, 2021, the first thirty-three million dollars
11 (\$33,000,000) of tax revenues collected under this chapter
12 shall be set aside for revenue sharing under subsection (d).

13 (B) After June 30, 2021, if the total adjusted gross receipts
14 received by licensees from gambling games authorized
15 under this article during the preceding state fiscal year is
16 equal to or greater than the total adjusted gross receipts
17 received by licensees from gambling games authorized
18 under this article during the state fiscal year ending June 30,
19 2020, the first thirty-three million dollars (\$33,000,000) of
20 tax revenues collected under this chapter shall be set aside
21 for revenue sharing under subsection (d).

22 (C) After June 30, 2021, if the total adjusted gross receipts
23 received by licensees from gambling games authorized
24 under this article during the preceding state fiscal year is
25 less than the total adjusted gross receipts received by
26 licensees from gambling games authorized under this article
27 during the state year ending June 30, 2020, an amount equal
28 to the first thirty-three million dollars (\$33,000,000) of tax
29 revenues collected under this chapter multiplied by the
30 result of:

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

35 (ii) the total adjusted gross receipts received by
36 licensees from gambling games authorized under this
37 article during the state fiscal year ending June 30,
38 2020;

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

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

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HB 1038—LS 6386/DI 125



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(A) to the city in which the riverboat is located or 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);
- (ii) a city located in Lake County, **Allen County, DeKalb County, Steuben County, or Wayne County**; or
- (iii) Terre Haute; 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 that is not located in a city described in clause (A) or whose home dock is not in a city described in clause (A).

(3) 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 state comptroller shall make the transfer required by this subdivision on or before the fifteenth day of the month based on revenue received during the preceding month for deposit in the state gaming fund. Specifically, the state comptroller may transfer the tax revenue received by the state in a month to the state general fund in the immediately following month according to this subdivision.

(b) This subsection applies only to tax revenue remitted by an operating agent operating a riverboat in a historic hotel district after June 30, 2019. Excluding funds that are appropriated in the biennial budget act from the state gaming fund to the commission for purposes of administering this article, each month the state comptroller shall distribute the tax revenue remitted by the operating agent under this chapter as follows:

(1) For state fiscal years beginning after June 30, 2019, but ending before July 1, 2021, fifty-six and five-tenths percent (56.5%) shall be paid to the state general fund.

(2) For state fiscal years beginning after June 30, 2021, 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, if:

- (i) at any time the balance in that fund exceeds twenty-five million dollars (\$25,000,000); or

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- 1 (ii) in any part of a state fiscal year in which the
 2 operating agent has received at least one hundred
 3 million dollars (\$100,000,000) of adjusted gross
 4 receipts;
 5 the amount described in this clause shall be paid to the state
 6 general fund for the remainder of the state fiscal year.
- 7 (3) Forty-three and five-tenths percent (43.5%) shall be paid as
 8 follows:
- 9 (A) Twenty-two and four-tenths percent (22.4%) shall be
 10 paid as follows:
- 11 (i) Fifty percent (50%) to the fiscal officer of the town
 12 of French Lick.
- 13 (ii) Fifty percent (50%) to the fiscal officer of the town
 14 of West Baden Springs.
- 15 (B) Fourteen and eight-tenths percent (14.8%) shall be paid
 16 to the county treasurer of Orange County for distribution
 17 among the school corporations in the county. The governing
 18 bodies for the school corporations in the county shall
 19 provide a formula for the distribution of the money received
 20 under this clause among the school corporations by joint
 21 resolution adopted by the governing body of each of the
 22 school corporations in the county. Money received by a
 23 school corporation under this clause must be used to
 24 improve the educational attainment of students enrolled in
 25 the school corporation receiving the money. Not later than
 26 the first regular meeting in the school year of a governing
 27 body of a school corporation receiving a distribution under
 28 this clause, the superintendent of the school corporation
 29 shall submit to the governing body a report describing the
 30 purposes for which the receipts under this clause were used
 31 and the improvements in educational attainment realized
 32 through the use of the money. The report is a public record.
- 33 (C) Thirteen and one-tenth percent (13.1%) shall be paid to
 34 the county treasurer of Orange County.
- 35 (D) Five and three-tenths percent (5.3%) shall be
 36 distributed quarterly to the county treasurer of Dubois
 37 County for appropriation by the county fiscal body after
 38 receiving a recommendation from the county executive. The
 39 county fiscal body for the receiving county shall provide for
 40 the distribution of the money received under this clause to
 41 one (1) or more taxing units (as defined in IC 6-1.1-1-21) in
 42 the county under a formula established by the county fiscal

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HB 1038—LS 6386/DI 125



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- 1 body after receiving a recommendation from the county
2 executive.
- 3 (E) Five and three-tenths percent (5.3%) shall be distributed
4 quarterly to the county treasurer of Crawford County for
5 appropriation by the county fiscal body after receiving a
6 recommendation from the county executive. The county
7 fiscal body for the receiving county shall provide for the
8 distribution of the money received under this clause to one
9 (1) or more taxing units (as defined in IC 6-1.1-1-21) in the
10 county under a formula established by the county fiscal
11 body after receiving a recommendation from the county
12 executive.
- 13 (F) Six and thirty-five hundredths percent (6.35%) shall be
14 paid to the fiscal officer of the town of Paoli.
- 15 (G) Six and thirty-five hundredths percent (6.35%) shall be
16 paid to the fiscal officer of the town of Orleans.
- 17 (H) Twenty-six and four-tenths percent (26.4%) shall be
18 paid to the Indiana economic development corporation
19 established by IC 5-28-3-1 for transfer as follows:
- 20 (i) Beginning after December 31, 2017, ten percent
21 (10%) of the amount transferred under this clause in
22 each calendar year shall be transferred to the South
23 Central Indiana Regional Economic Development
24 Corporation or a successor entity or partnership for
25 economic development for the purpose of recruiting
26 new business to Orange County as well as promoting
27 the retention and expansion of existing businesses in
28 Orange County.
- 29 (ii) The remainder of the amount transferred under this
30 clause in each calendar year shall be transferred to
31 Radius Indiana or a successor regional entity or
32 partnership for the development and implementation of
33 a regional economic development strategy to assist the
34 residents of Orange County and the counties
35 contiguous to Orange County in improving their
36 quality of life and to help promote successful and
37 sustainable communities.
- 38 To the extent possible, the Indiana economic development
39 corporation shall provide for the transfer under item (i) to
40 be made in four (4) equal installments. However, an amount
41 sufficient to meet current obligations to retire or refinance
42 indebtedness or leases for which tax revenues under this

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HB 1038—LS 6386/DI 125



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1 section were pledged before January 1, 2015, by the Orange
 2 County development commission shall be paid to the
 3 Orange County development commission before making
 4 distributions to the South Central Indiana Regional
 5 Economic Development Corporation and Radius Indiana or
 6 their successor entities or partnerships. The amount paid to
 7 the Orange County development commission shall
 8 proportionally reduce the amount payable to the South
 9 Central Indiana Regional Economic Development
 10 Corporation and Radius Indiana or their successor entities
 11 or partnerships.

12 (c) This subsection does not apply to tax revenue remitted by an
 13 inland casino operating in Vigo County, **Allen County, DeKalb**
 14 **County, Steuben County, or Wayne County.** For each city and
 15 county receiving money under subsection (a)(2), the state comptroller
 16 shall determine the total amount of money paid by the state comptroller
 17 to the city or county during the state fiscal year 2002. The amount
 18 determined is the base year revenue for the city or county. The state
 19 comptroller shall certify the base year revenue determined under this
 20 subsection to the city or county. The total amount of money distributed
 21 to a city or county under this section during a state fiscal year may not
 22 exceed the entity's base year revenue. For each state fiscal year, the
 23 state comptroller shall pay that part of the riverboat wagering taxes
 24 that:

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

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

29 (d) Except as provided in subsections (k) and (l), before August 15
 30 of each year, the state comptroller shall distribute the wagering taxes
 31 set aside for revenue sharing under subsection (a)(1) to the county
 32 treasurer of each county that does not have a riverboat according to the
 33 ratio that the county's population bears to the total population of the
 34 counties that do not have a riverboat. Except as provided in subsection
 35 (g), the county auditor shall distribute the money received by the
 36 county under this subsection as follows:

- 37 (1) To each city located in the county according to the ratio the
- 38 city's population bears to the total population of the county.
- 39 (2) To each town located in the county according to the ratio the
- 40 town's population bears to the total population of the county.
- 41 (3) After the distributions required in subdivisions (1) and (2)
- 42 are made, the remainder shall be retained by the county.

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HB 1038—LS 6386/DI 125



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

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

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

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

12 (4) For police and fire pensions.

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

19 (f) This subsection does not apply to an inland casino operating in
20 Vigo County, **Allen County, DeKalb County, Steuben County, or**
21 **Wayne County.** Before July 15 of each year, the state comptroller shall
22 determine the total amount of money distributed to an entity under
23 IC 4-33-12-6 or IC 4-33-12-8 during the preceding state fiscal year. If
24 the state comptroller determines that the total amount of money
25 distributed to an entity under IC 4-33-12-6 or IC 4-33-12-8 during the
26 preceding state fiscal year was less than the entity's base year revenue
27 (as determined under IC 4-33-12-9), the state comptroller shall make
28 a supplemental distribution to the entity from taxes collected under this
29 chapter and deposited into the state general fund. Except as provided
30 in subsection (h), the amount of an entity's supplemental distribution
31 is equal to:

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

34 (2) the sum of:

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

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

40 (g) This subsection applies only to Marion County. The county
41 auditor shall distribute the money received by the county under
42 subsection (d) as follows:

HB 1038—LS 6386/DI 125



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- 1 (1) To each city, other than the consolidated city, located in the
- 2 county according to the ratio that the city's population bears to
- 3 the total population of the county.
- 4 (2) To each town located in the county according to the ratio that
- 5 the town's population bears to the total population of the county.
- 6 (3) After the distributions required in subdivisions (1) and (2)
- 7 are made, the remainder shall be paid in equal amounts to the
- 8 consolidated city and the county.
- 9 (h) This subsection does not apply to an inland casino operating
- 10 in Vigo County, **Allen County, DeKalb County, Steuben County, or**
- 11 **Wayne County.** This subsection applies to a supplemental distribution
- 12 made after June 30, 2017. The maximum amount of money that may be
- 13 distributed under subsection (f) in a state fiscal year is equal to the
- 14 following:
- 15 (1) Before July 1, 2021, forty-eight million dollars
- 16 (\$48,000,000).
- 17 (2) After June 30, 2021, if the total adjusted gross receipts
- 18 received by licensees from gambling games authorized under
- 19 this article during the preceding state fiscal year is equal to or
- 20 greater than the total adjusted gross receipts received by
- 21 licensees from gambling games authorized under this article
- 22 during the state fiscal year ending June 30, 2020, the maximum
- 23 amount is forty-eight million dollars (\$48,000,000).
- 24 (3) After June 30, 2021, if the total adjusted gross receipts
- 25 received by licensees from gambling games authorized under
- 26 this article during the preceding state fiscal year is less than the
- 27 total adjusted gross receipts received by licensees from gambling
- 28 games authorized under this article during the state fiscal year
- 29 ending June 30, 2020, the maximum amount is equal to the
- 30 result of:
- 31 (A) forty-eight million dollars (\$48,000,000); multiplied by
- 32 (B) the result of:
- 33 (i) the total adjusted gross receipts received by
- 34 licensees from gambling games authorized under this
- 35 article during the preceding state fiscal year; divided
- 36 by
- 37 (ii) the total adjusted gross receipts received by
- 38 licensees from gambling games authorized under this
- 39 article during the state fiscal year ending June 30,
- 40 2020.
- 41 If the total amount determined under subsection (f) exceeds the
- 42 maximum amount determined under this subsection, the amount

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HB 1038—LS 6386/DI 125



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1 distributed to an entity under subsection (f) must be reduced according
 2 to the ratio that the amount distributed to the entity under IC 4-33-12-6
 3 or IC 4-33-12-8 bears to the total amount distributed under
 4 IC 4-33-12-6 and IC 4-33-12-8 to all entities receiving a supplemental
 5 distribution.

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

- 13 (1) the remaining amount of the supplemental distribution; or
- 14 (2) the difference, if any, between:
 - 15 (A) three million five hundred thousand dollars
 - 16 (\$3,500,000); minus
 - 17 (B) the amount of admissions taxes constructively received
 - 18 by the unit in the previous state fiscal year.

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

23 (j) Money distributed to a political subdivision under subsection
 24 (b):

- 25 (1) must be paid to the fiscal officer of the political subdivision
 26 and may be deposited in the political subdivision's general fund
 27 (in the case of a school corporation, the school corporation may
 28 deposit the money into either the education fund (IC 20-40-2) or
 29 the operations fund (IC 20-40-18)) or riverboat fund established
 30 under IC 36-1-8-9, or both;
- 31 (2) may not be used to reduce the maximum levy under
 32 IC 6-1.1-18.5 of a county, city, or town or the maximum tax rate
 33 of a school corporation, but, except as provided in subsection
 34 (b)(3)(B), may be used at the discretion of the political
 35 subdivision to reduce the property tax levy of the county, city, or
 36 town for a particular year;
- 37 (3) except as provided in subsection (b)(3)(B), may be used for
 38 any legal or corporate purpose of the political subdivision,
 39 including the pledge of money to bonds, leases, or other
 40 obligations under IC 5-1-14-4; and
- 41 (4) is considered miscellaneous revenue.

42 Money distributed under subsection (b)(3)(B) must be used for the

HB 1038—LS 6386/DI 125



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1 purposes specified in subsection (b)(3)(B).

2 (k) After June 30, 2020, the amount of wagering taxes that would
 3 otherwise be distributed to South Bend under subsection (d) shall be
 4 deposited as being received from all riverboats whose supplemental
 5 wagering tax, as calculated under IC 4-33-12-1.5(b), is over three and
 6 five-tenths percent (3.5%). The amount deposited under this
 7 subsection, in each riverboat's account, is proportionate to the
 8 supplemental wagering tax received from that riverboat under
 9 IC 4-33-12-1.5 in the month of July. The amount deposited under this
 10 subsection must be distributed in the same manner as the supplemental
 11 wagering tax collected under IC 4-33-12-1.5. This subsection expires
 12 June 30, 2021.

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

16 SECTION 1  [9]. **An emergency is declared for this act.**

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HB 1038—LS 6386/DI 125



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