PREPARED BY: DATE PREPARED: PHONE: Doug Gibbs May 06, 2009 471-0051

LB 286

Revision: 01

FISCAL NOTE

Revised due to adoption of AM 1029.

LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2009-10		FY 2010-11	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

^{*}Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB 286, as amended by AM1029, amends the state's lottery statutes to change the dollar amount transfer from the State Lottery Operation Trust Fund to the beneficiary funds, amends the Nebraska Pickle Card Lottery Act, and the Nebraska Bingo Act.

The beneficiary funds which receive the transfer from the State Lottery Operations Trust Fund are: the Educational Innovation Fund; the Nebraska Scholarship Fund; the Nebraska Environmental Trust Fund; the Nebraska State Fair Board; and the Compulsive Gamblers Assistance Fund.

The current transfer is set at an amount that is to be no less than the dollar amount transferred to the fund in FY2002-03. That amount is set to change on July 1, 2009 to at least 25% of the dollar amount of the lottery tickets sold on an annualized basis. LB 286 would strike the July 1, 2009 date and insert new language that provides that the amount transferred is the greater of (a) the dollar amount transferred in FY2002-03 or (b) any amount that would constitute at least 22% but no more than 25% of lottery ticket sales.

The bill also contains a provision that the Tax Commissioner and the Lottery Director may authorize a transfer exceeding 25% of sales if funds are available.

As amended by AM1029, the bill now also amends the Nebraska Pickle Card Lottery Act and the Nebraska Bingo Act, with provisions originally proposed in LB 287. The bill, as amended, increases the allowable expense limitations for a licensed nonprofit organization conducting a lottery by the sale of pickle cards from the current 8% to 12% and increases the sales agent commission from 4% to 6%.

The Department of Revenue estimates that the fiscal impact and cost to implement LB 287 would be minimal.

There is no basis to disagree with the Department of Revenue's estimate of fiscal impact and cost.

IMPACT TO POLITICAL SUBDIVISIONS:

There is no fiscal impact to political subdivisions associated with this bill.