

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2016-17		FY 2017-18	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		\$170,000		\$471,000
CASH FUNDS	\$70,316	\$114,000	\$63,299	\$314,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$70,316	\$284,000	\$63,299	\$785,000

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 970 makes a number of changes to Nebraska’s gaming and lottery statutes.

The bill adds new language that would authorize a participant to use U.S. currency or “any method of payment representing United States currency” in all of Nebraska’s authorized methods of gambling. “Method of payment representing U.S. currency” is not defined but we assume includes checks, debit cards, and credit cards.

The bill eliminates the five minutes wait between keno games; increases the pickle card prize to a maximum of 85% of gross proceeds; reduces the pickle card tax to 5% of the definite profit (currently 10%); allows for electronic keno tickets (undefined); changes a number of provisions regarding the pickle card operator to increase commissions; allows for payment for pickle card units from a licensed organization on credit; eliminates dispensing device leasing requirements; changes time limits for payment for pickle card units; and removes the requirement that the Dept. of Revenue approve lease or rental agreements for pickle card dispensing devices.

The bill has an operative date of January 1, 2017.

The Department of Revenue estimates the following fiscal impact as result of LB 970:

Fiscal Year:	General Fund:	Charitable Gaming Operations Fund:	Total:
2016-17:	\$ 170,000	\$ 114,000	\$ 284,000
2017-18:	\$ 471,000	\$ 314,000	\$ 785,000
2018-19:	\$ 508,000	\$ 339,000	\$ 847,000
2019-20:	\$ 547,000	\$ 365,000	\$ 913,000

The Department estimates that the cost to implement the provisions of LB 970 will include a one-time cost for programming of \$3,500 for changes to the licensing system and 1.0 FTE investigator to monitor the anticipated activity.

We have no basis to disagree with the Department of Revenue’s estimate of fiscal impact and cost.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 970	AM:	AGENCY/POLT. SUB: Liquor Control Commission	
REVIEWED BY: Lyn Heaton		DATE: 1/21/2016	PHONE: 471-4181
COMMENTS: Concur. No fiscal impact to the Liquor Control Commission.			

Please complete ALL (5) blanks in the first three lines.

2016

LB⁽¹⁾ 970

FISCAL NOTE

State Agency OR Political Subdivision Name: ⁽²⁾

NEBRASKA LIQUOR CONTROL COMMISSION

Prepared by: ⁽³⁾ JERRY VAN ACKEREN

Date Prepared: ⁽⁴⁾ 1/20/2016

Phone: ⁽⁵⁾ (402) 471-4892

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2016-17</u>		<u>FY 2017-18</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
CASH FUNDS	<u></u>	<u></u>	<u></u>	<u></u>
FEDERAL FUNDS	<u></u>	<u></u>	<u></u>	<u></u>
OTHER FUNDS	<u></u>	<u></u>	<u></u>	<u></u>
TOTAL FUNDS	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Explanation of Estimate:

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2016-17</u>	<u>2017-18</u>
	<u>16-17</u>	<u>17-18</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
	<u></u>	<u></u>	<u>0</u>	<u>0</u>
Benefits.....	<u></u>	<u></u>	<u>0</u>	<u>0</u>
Operating.....	<u></u>	<u></u>	<u>0</u>	<u>0</u>
Travel.....	<u></u>	<u></u>	<u>0</u>	<u>0</u>
Capital outlay.....	<u></u>	<u></u>	<u>0</u>	<u>0</u>
Aid.....	<u></u>	<u></u>	<u>0</u>	<u>0</u>
Capital improvements.....	<u></u>	<u></u>	<u>0</u>	<u>0</u>
TOTAL.....	<u></u>	<u></u>	<u>0</u>	<u>0</u>