

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised per General File Amendment

| ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates) | | | | | |
|--|---------|------|---------|-----------|-------|
| EXPENDITURES | GENERAL | CASH | FEDERAL | REVOLVING | TOTAL |
| FY2025-2026 | 0 | 0 | 0 | 0 | 0 |
| FY2026-2027 | 0 | 0 | 0 | 0 | 0 |
| FY2027-2028 | 0 | 0 | 0 | 0 | 0 |
| FY2028-2029 | 0 | 0 | 0 | 0 | 0 |
| REVENUE | GENERAL | CASH | FEDERAL | REVOLVING | TOTAL |
| FY2025-2026 | 0 | 0 | 0 | 0 | 0 |
| FY2026-2027 | 0 | 0 | 0 | 0 | 0 |
| FY2027-2028 | 0 | 0 | 0 | 0 | 0 |
| FY2028-2029 | 0 | 0 | 0 | 0 | 0 |

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

LB 1001 was amended by AM1946 on General File. The bill, as amended, contains modified provisions of LB 1001 and also adds in modified provisions of LB 1047 and LB 828. The details of LB 1001, as amended, are discussed below.

Modified Provisions of LB 1001

The bill allows for a holder of a racetrack enclosure license to petition the Racing and Gaming Commission to waive or modify the minimum requirements regarding racing meet days and live horseraces.

The bill provides that the official registrar of each breed shall distribute purse supplements and breeder and stallion awards and shall annually spend a minimum of 80% of all amounts deducted pursuant to subsection (2) of section 2-1207 on such purse supplements and breeder and stallion awards.

Under the bill, a racetrack enclosure license is valid for a period of up to three years, a change from a period of three years.

The bill changes the requirements regarding Nebraska-bred horses.

The bill changes that the Commission shall, instead of may, designate official registrars for the purpose of registration and to certify the eligibility of Nebraska-bred horses. The Commission may authorize the official registrar to collect specific fees as would reasonably compensate the registrar for expenses incurred in connection with registration of Nebraska-bred horses. Under the bill, fees shall not exceed \$200, a change from \$100, per horse. The bill provides that an owner or breeder that fails to register a horse that meets the requirements of subsection (2) of section 2-1213 to qualify as a Nebraska-bred horse within the specified timeframe shall be subject to an administrative fee of up to \$1,000 payable to the official registrar for the applicable breed. Any such fee shall be used to cover the costs of administering the official registrar's statutory duties.

The bill changes the requirements regarding interstate simulcast facility licenses.

The bill provides that 40% of the taxes collected pursuant to section 9-239, 9-344, 9-429, and 9-648 shall be available to the Charitable Gaming Division for administering and enforcing the acts listed in subsection (1) of section 9-1,101 and to the State Racing and Gaming Commission for providing administrative support for the Nebraska Commission on Problem Gambling.

The bill also removes the Nebraska Commission on Problem Gambling from being located within the Charitable Gaming Division of the Department of Revenue (DOR) for administrative purposes only and re-locates the Nebraska Commission on Problem Gambling into the Racing and Gaming Commission for administrative purposes only.

The bill provides that a person 19 years of age or older shall be allowed to play or participate in a keno lottery conducted in accordance with the Nebraska County and City Lottery Act at a licensed racetrack enclosure as long as such keno lottery is played in an area separate from the casino gaming floor where other games of chance are played.

Modified Provisions of LB 1047

The bill amends the Nebraska Bingo Act.

The bill changes the definition of bingo to incorporate the use of song titles, musical artists, or music genres in addition to utilizing numbers.

Under the bill, no person except a licensed organization shall award any prize with a value in excess of \$50, a change from \$25, for any bingo game.

The bill provides that a qualifying nonprofit organization may apply for and obtain 4 special event bingo permits per calendar year, not to exceed a total of 14 days in duration.

No bingo card used at a special event bingo shall be sold, rented, or leased for more than \$1, a change from \$0.25, per card.

No single prize shall be offered or awarded at a special event bingo which exceeds \$50, a change from \$25, in value.

No person under 18 years of age shall play or participate in any bingo game, except that any person may play bingo at a limited period bingo or special event bingo if no alcoholic beverages are served and no prize or prizes to be awarded exceed \$50, a change from \$25, in value per game.

Modified Provisions of LB 828

The bill amends section 9-701 to include any nonprofit organization or any agent or employee thereof in the definition of operator. Thus, this bill adds to the operators who can conduct gift enterprises.

We estimate that as a result of this bill, Cash Fund appropriations are removed from the DOR for the Nebraska Commission on Problem Gambling with an increase in Cash Fund appropriations by the same amount of the Cash Fund decrease for the Nebraska Commission on Problem Gambling to the State Racing and Gaming Commission.

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

2026

LB⁽¹⁾ 1001 AM1946

FISCAL NOTE

State Agency OR Political Subdivision
Name: ⁽²⁾

NE Racing & Gaming Commission

Prepared by: ⁽³⁾ Rita Pracht

Date Prepared: 2/9/26
⁽⁴⁾

Phone: ⁽⁵⁾ 531-310-4536

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

| | <u>FY 2026-27</u> | | <u>FY 2027-28</u> | |
|---------------|---------------------|----------------|---------------------|----------------|
| | <u>EXPENDITURES</u> | <u>REVENUE</u> | <u>EXPENDITURES</u> | <u>REVENUE</u> |
| GENERAL FUNDS | | | | |
| CASH FUNDS | | | | |
| FEDERAL FUNDS | | | | |
| OTHER FUNDS | | | | |
| TOTAL FUNDS | | | | |

Explanation of Estimate:

No Fiscal Impact

BREAKDOWN BY MAJOR OBJECTS OF EXPENDITURE

Personal Services:

| <u>POSITION TITLE</u> | <u>NUMBER OF POSITIONS</u> | | <u>2026-27 EXPENDITURES</u> | <u>2027-28 EXPENDITURES</u> |
|------------------------------|----------------------------|--------------|---------------------------------|---------------------------------|
| | <u>26-27</u> | <u>27-28</u> | | |
| Benefits..... | | | | |
| ... | | | | |
| Operating..... | | | | |
| | | | | |
| Travel..... | | | | |
| . | | | | |
| Capital outlay..... | | | | |
| Aid..... | | | | |
| . | | | | |
| Capital improvements..... | | | | |
| TOTAL..... | | | | |

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 1001 AM: 1946 AGENCY/POLT. SUB: Nebraska Racing & Gaming Commission (NRGC)

REVIEWED BY: Ryan Yang DATE: 2/19/2026 PHONE: (402) 471-4178

COMMENTS: No basis to disagree with the NRGC assessment of no fiscal impact from LB 1001.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 1001 AM: 1946 AGENCY/POLT. SUB: Department of Revenue

REVIEWED BY: Ryan Yang DATE: 2/17/2026 PHONE: (402) 471-4178

COMMENTS: The Department of Revenue assessment of minimal fiscal impact from LB 1001, AM 1946 appears reasonable.