

corporations that are incorporated under this... the laws of Nebraska on a for-profit basis, and the reason that we offer this amendment on behalf of the Gaming Division is that, the way the law currently is written, a not-for-profit corporation, which would not be incorporated under the Nebraska Business Corporation Act, could have a bingo license which qualifies as a lottery. They could then, because they have that license, contract with a local community to run a keno game without ever having to go through the process of being approved for a keno license. And all we do is reference statute with regard to Nebraska Business Corporation Act so that you tighten that down so that anybody who wants to run a keno game has to be a for-profit corporation under the Nebraska Business Corporation Act and they have to apply straight forward for that purpose. It's to try to close a loophole with regard to "back dooring" the...

SENATOR ROBAK: Thank you, sir. What would the loophole be?

SENATOR HALL: The loophole would be is that they could be a not-for-profit corporation and apply for a bingo license and then go out and try to garner business as a keno operator...

SENATOR ROBAK: Then could you...

SENATOR HALL: ..for a municipality.

SENATOR ROBAK: Thank you. Could you answer it... could you ask... answer another question for me?

SENATOR HALL: Sure.

SENATOR ROBAK: How would this affect the lotteries that are going on in my small districts now?

SENATOR HALL: In no way at all, no shape or... way, shape or form, is there any... and we made sure of this. It doesn't affect anybody who's currently operating a municipal lottery. They're all incorporated under the Nebraska Business Corporation Act.

SENATOR ROBAK: They don't have to go reapply for a license or go through all the procedures...

SENATOR HALL: They do not.