

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2017-18		FY 2018-19	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		\$181,000		\$293,000
CASH FUNDS	\$51,474	\$121,000	\$47,054	\$195,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	\$51,474	\$302,000	\$47,054	\$488,000

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

LB 470 amends the Nebraska County and City Lottery Act.

The Act is amended to allow, beginning January 1, 2018, the use of an electronic keno ticket.

A lottery operator who uses electronic tickets is required by the bill to take “reasonable measures to prevent participation” by a person outside the licensed premises. This can include geofencing that blocks access to participation.

In addition, the required time between keno games (the numbers selection) is reduced from five minutes to four minutes.

The bill also allows a player to pay for participation in a keno game using a debit or prepaid card in addition to cash. Credit cards are not included in the “cash equivalent” definition and specifically not allowed.

The Department of Revenue estimates the following fiscal impact as a result of the provisions of LB 470:

Fiscal Year:	General Fund:	Charitable Gaming Operations	
		Fund:	Total
2017-18:	\$ 181,000	\$ 121,000	\$ 302,000
2018-19:	\$ 293,000	\$ 195,000	\$ 488,000
2019-20:	\$ 316,000	\$ 211,000	\$ 527,000
2020-21:	\$ 341,000	\$ 228,000	\$ 569,000

The Department of Revenue indicates that cost to implement the provisions of LB 470 will include 1.0 FTE Revenue Agent to monitor the anticipated increase in activity. PSL will be \$34,943 for FY17-18 and \$35,379 for FY18-19.

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

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE			
LB:470	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Lyn Heaton	DATE: 2/2/2017	PHONE: (402) 471-4181	
COMMENTS: No basis upon which to disagree with the Dept. of Revenue’s analysis.			

