LEGISLATURE OF NEBRASKA

ONE HUNDRED EIGHTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 1000

Read first time January 05, 2024

Committee: General Affairs

- 1 A BILL FOR AN ACT relating to the state lottery; to amend section 9-823,
- 2 Reissue Revised Statutes of Nebraska, and section 84-712.05, Revised
- 3 Statutes Cumulative Supplement, 2022; to provide for the anonymity
- 4 of winners of certain prizes; to change public records disclosure
- 5 provisions as prescribed; to harmonize provisions; and to repeal the
- 6 original sections.
- 7 Be it enacted by the people of the State of Nebraska,

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1 Section 1. Section 9-823, Reissue Revised Statutes of Nebraska, is

- 2 amended to read:
- 3 9-823 The Tax Commissioner shall adopt and promulgate rules and
- 4 regulations necessary to carry out the State Lottery Act. The rules and
- 5 regulations shall include provisions relating to the following:
- 6 (1) The lottery games to be conducted subject to the following
- 7 conditions:
- 8 (a) No lottery game shall use the theme of dog racing or
- 9 horseracing;
- 10 (b) In any lottery game utilizing tickets, each ticket in such game
- 11 shall bear a unique number distinguishing it from every other ticket in
- 12 such lottery game;
- 13 (c) No name of an elected official shall appear on the tickets of
- 14 any lottery game; and
- 15 (d) In any instant-win game, the overall estimated odds of winning
- 16 some prize shall be printed on each ticket and shall also be available at
- 17 the office of the division at the time such lottery game is offered for
- 18 sale to the public;
- 19 (2) The retail sales price for lottery tickets;
- 20 (3) The types and manner of payment of prizes to be awarded for
- 21 winning tickets in lottery games;
- 22 (4) The method for determining winners, the frequency of drawings,
- 23 if any, or other selection of winning tickets subject to the following
- 24 conditions:
- 25 (a) No lottery game shall be based on the results of a dog race,
- 26 horserace, or other sports event;
- 27 (b) If the lottery game utilizes the drawing of winning numbers, a
- 28 drawing among entries, or a drawing among finalists (i) the drawings
- 29 shall be witnessed by an independent certified public accountant, (ii)
- 30 any equipment used in the drawings shall be inspected by the independent
- 31 certified public accountant and an employee of the division or designated

- 1 agent both before and after the drawing, and (iii) the drawing shall be
- 2 recorded on videotape with an audio track; and
- 3 (c) Drawings in an instant-win game, other than grand prize drawings
- 4 or other runoff drawings, shall not be held more often than weekly.
- 5 Drawings or selections in an online game shall not be held more often
- 6 than daily;
- 7 (5) The validation and manner of payment of prizes to the holders of
- 8 winning tickets subject to the following conditions:
- 9 (a) The prize shall be given to the person who presents a winning
- 10 ticket, except that for awards in excess of five hundred dollars, the
- 11 winner shall also provide his or her social security number or tax
- 12 identification number;
- 13 (b) A prize may be given to only one person per winning ticket,
- 14 except that a prize shall be divided between the holders of winning
- 15 tickets if there is more than one winning ticket per prize;
- 16 (c) For the convenience of the public, the director may authorize
- 17 lottery game retailers to pay winners of up to five hundred dollars after
- 18 performing validation procedures on their premises appropriate to the
- 19 lottery game involved;
- 20 (d) No prize shall be paid to any person under nineteen years of
- 21 age, and any prize resulting from a lottery ticket held by a person under
- 22 nineteen years of age shall be awarded to the parent or guardian or
- 23 custodian of the person under the Nebraska Uniform Transfers to Minors
- 24 Act;
- 25 (e) No prize shall be paid for tickets that are stolen, counterfeit,
- 26 altered, fraudulent, unissued, produced or issued in error, unreadable,
- 27 not received or not recorded by the division by acceptable deadlines,
- 28 lacking in captions that confirm and agree with the lottery play symbols
- 29 as appropriate to the lottery game involved, or not in compliance with
- 30 additional specific rules and regulations and public or confidential
- 31 validation and security tests appropriate to the particular lottery game

- 1 involved;
- 2 (f) No particular prize in any lottery game shall be paid more than
- 3 once. In the event of a binding determination by the director that more
- 4 than one claimant is entitled to a particular prize, the sole right of
- 5 such claimants shall be the award to each of them of an equal share in
- 6 the prize; and
- 7 (g) After the expiration of the claim period for prizes for each
- 8 lottery game, the director shall make available a detailed tabulation of
- 9 the total number of tickets actually sold in the lottery game and the
- 10 total number of prizes of each prize denomination that were actually
- 11 claimed and paid; and
- 12 (h) The division and any lottery contractor shall not publicly
- 13 <u>disclose the identity of any person awarded a prize of two hundred fifty</u>
- 14 thousand dollars or more except upon written authorization of such
- 15 person;
- 16 (6) Requirements for eligibility for participation in grand prize
- 17 drawings or other runoff drawings, including requirements for submission
- 18 of evidence of eligibility;
- 19 (7) The locations at which tickets may be sold except that no ticket
- 20 may be sold at a retail liquor establishment holding a license for the
- 21 sale of alcoholic liquor at retail for consumption on the licensed
- 22 premises unless the establishment holds a Class C liquor license with a
- 23 sampling designation as provided in subsection (6) of section 53-124;
- 24 (8) The method to be used in selling tickets;
- 25 (9) The contracting with persons as lottery game retailers to sell
- 26 tickets and the manner and amount of compensation to be paid to such
- 27 retailers;
- 28 (10)(a) The form and type of marketing of informational and
- 29 educational material.
- 30 (b) Beginning on September 1, 2019, all lottery advertisements shall
- 31 disclose the odds of winning the prize with the largest value for any

- 1 lottery game in a clear and conspicuous manner. Such disclosure shall be
- 2 in a font size of not less than thirty-five percent of the largest font
- 3 used in the advertisement, except that for any online advertisement, such
- 4 disclosure shall be in a font size of at least ten points. This
- 5 subdivision (b) shall not apply to advertisements printed, distributed,
- 6 broadcast, or otherwise disseminated or conducted prior to September 1,
- 7 2019;
- 8 (11) Any arrangements or methods to be used in providing proper
- 9 security in the storage and distribution of tickets or lottery games; and
- 10 (12) All other matters necessary or desirable for the efficient and
- 11 economical operation and administration of lottery games and for the
- 12 convenience of the purchasers of tickets and the holders of winning
- 13 tickets.
- 14 Sec. 2. Section 84-712.05, Revised Statutes Cumulative Supplement,
- 15 2022, is amended to read:
- 16 84-712.05 The following records, unless publicly disclosed in an
- 17 open court, open administrative proceeding, or open meeting or disclosed
- 18 by a public entity pursuant to its duties, may be withheld from the
- 19 public by the lawful custodian of the records:
- 20 (1) Personal information in records regarding a student, prospective
- 21 student, or former student of any educational institution or exempt
- 22 school that has effectuated an election not to meet state approval or
- 23 accreditation requirements pursuant to section 79-1601 when such records
- 24 are maintained by and in the possession of a public entity, other than
- 25 routine directory information specified and made public consistent with
- 26 20 U.S.C. 1232g, as such section existed on February 1, 2013, and
- 27 regulations adopted thereunder;
- 28 (2) Medical records, other than records of births and deaths and
- 29 except as provided in subdivision (5) of this section, in any form
- 30 concerning any person; records of elections filed under section 44-2821;
- 31 and patient safety work product under the Patient Safety Improvement Act;

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no public purpose;

- 1 (3) Trade secrets, academic and scientific research work which is in 2 progress and unpublished, and other proprietary or commercial information 3 which if released would give advantage to business competitors and serve
- 5 (4) Records which represent the work product of an attorney and the 6 public body involved which are related to preparation for litigation, 7 labor negotiations, or claims made by or against the public body or which 8 are confidential communications as defined in section 27-503;
- 9 (5) Records developed or received by law enforcement agencies and other public bodies charged with duties of investigation or examination of persons, institutions, or businesses, when the records constitute a part of the examination, investigation, intelligence information, citizen complaints or inquiries, informant identification, or strategic or tactical information used in law enforcement training, except that this subdivision shall not apply to records so developed or received:
- 16 (a) Relating to the presence of and amount or concentration of 17 alcohol or drugs in any body fluid of any person; or
- (b) Relating to the cause of or circumstances surrounding the death 18 of an employee arising from or related to his or her employment if, after 19 an investigation is concluded, a family member of the deceased employee 20 makes a request for access to or copies of such records. This subdivision 21 22 does not require access to or copies of informant identification, the names or identifying information of citizens making complaints or 23 24 inquiries, other information which would compromise an ongoing criminal investigation, or information which may be withheld from the public under 25 another provision of law. For purposes of this subdivision, family member 26 means a spouse, child, parent, sibling, grandchild, or grandparent by 27 28 blood, marriage, or adoption;
- (6) The identity and personal identifying information of an alleged victim of sexual assault or sex trafficking as provided in section 29-4316;

- 1 (7) Appraisals or appraisal information and negotiation records 2 concerning the purchase or sale, by a public body, of any interest in 3 real or personal property, prior to completion of the purchase or sale;
- 4 (8) Personal information in records regarding personnel of public 5 bodies other than salaries and routine directory information;
- (9) Information solely pertaining to protection of the security of 6 7 public property and persons on or within public property, such as specific, unique vulnerability assessments or specific, unique response 8 9 plans, either of which is intended to prevent or mitigate criminal acts the public disclosure of which would create a substantial likelihood of 10 endangering public safety or property; computer or communications network 11 schema, passwords, and user identification names; guard schedules; lock 12 13 combinations; or public utility infrastructure specifications or design 14 drawings the public disclosure of which would create a substantial likelihood of endangering public safety or property, unless otherwise 15 provided by state or federal law; 16
- (10) Information that relates details of physical and cyber assets 17 of critical energy infrastructure or critical electric infrastructure, 18 including (a) specific engineering, vulnerability, or detailed design 19 information about proposed or existing critical energy infrastructure or 20 critical electric infrastructure that (i) relates details about the 21 production, generation, transportation, transmission, or distribution of 22 energy, (ii) could be useful to a person in planning an attack on such 23 24 critical infrastructure, and (iii) does not simply give the general 25 location of the critical infrastructure and (b) the identity of personnel whose primary job function makes such personnel responsible for (i) 26 providing or granting individuals access to physical or cyber assets or 27 28 (ii) operating and maintaining physical or cyber assets, if a reasonable person, knowledgeable of the electric utility or energy industry, would 29 conclude that the public disclosure of such identity could create a 30 substantial likelihood of risk to such physical or cyber assets. 31

- 1 Subdivision (10)(b) of this section shall not apply to the identity of a
- 2 chief executive officer, general manager, vice president, or board member
- 3 of a public entity that manages critical energy infrastructure or
- 4 critical electric infrastructure. The lawful custodian of the records
- 5 must provide a detailed job description for any personnel whose identity
- 6 is withheld pursuant to subdivision (10)(b) of this section. For purposes
- 7 of subdivision (10) of this section, critical energy infrastructure and
- 8 critical electric infrastructure mean existing and proposed systems and
- 9 assets, including a system or asset of the bulk-power system, whether
- 10 physical or virtual, the incapacity or destruction of which would
- 11 negatively affect security, economic security, public health or safety,
- 12 or any combination of such matters;
- 13 (11) The security standards, procedures, policies, plans,
- 14 specifications, diagrams, access lists, and other security-related
- 15 records of the Lottery Division of the Department of Revenue and those
- 16 persons or entities with which the division has entered into contractual
- 17 relationships. Nothing in this subdivision shall allow the division to
- 18 withhold from the public any information relating to:
- 19 (a) Amounts amounts paid persons or entities with which the division
- 20 has entered into contractual relationships; 7
- 21 <u>(b) Amounts</u> amounts of prizes paid; or T
- 22 <u>(c) The</u> the name of any the prize winner awarded a prize of less
- 23 than two hundred fifty thousand dollars, and the city, village, or county
- 24 where the prize winner resides;
- 25 (12) With respect to public utilities and except as provided in
- 26 sections 43-512.06 and 70-101, personally identified private citizen
- 27 account payment and customer use information, credit information on
- 28 others supplied in confidence, and customer lists;
- 29 (13) Records or portions of records kept by a publicly funded
- 30 library which, when examined with or without other records, reveal the
- 31 identity of any library patron using the library's materials or services;

- 1 (14) Correspondence, memoranda, and records of telephone calls 2 related to the performance of duties by a member of the Legislature in whatever form. The lawful custodian of the correspondence, memoranda, and 3 4 records of telephone calls, upon approval of the Executive Board of the 5 Legislative Council, shall release the correspondence, memoranda, and records of telephone calls which are not designated as sensitive or 6 confidential in nature to any person performing an audit of the 7 Legislature. A member's correspondence, memoranda, and records of 8 9 confidential telephone calls related to the performance of his or her legislative duties shall only be released to any other person with the 10 explicit approval of the member; 11
- (15) Records or portions of records kept by public bodies which 12 would reveal the location, character, or ownership of any known 13 archaeological, historical, or paleontological site in Nebraska when 14 necessary to protect the site from a reasonably held fear of theft, 15 16 vandalism, or trespass. This section shall not apply to the release of 17 information for the purpose of scholarly research, examination by other public bodies for the protection of the resource or by recognized tribes, 18 the Unmarked Human Burial Sites and Skeletal Remains Protection Act, or 19 the federal Native American Graves Protection and Repatriation Act; 20
- (16) Records or portions of records kept by public bodies which 21 maintain collections of archaeological, historical, or paleontological 22 significance which reveal the names and addresses of donors of such 23 24 articles of archaeological, historical, or paleontological significance unless the donor approves disclosure, except as the records or portions 25 thereof may be needed to carry out the purposes of the Unmarked Human 26 Burial Sites and Skeletal Remains Protection Act or the federal Native 27 28 American Graves Protection and Repatriation Act;
- 29 (17) Library, archive, and museum materials acquired from 30 nongovernmental entities and preserved solely for reference, research, or 31 exhibition purposes, for the duration specified in subdivision (17)(b) of

- 1 this section, if:
- 2 (a) Such materials are received by the public custodian as a gift,
- 3 purchase, bequest, or transfer; and
- 4 (b) The donor, seller, testator, or transferor conditions such gift,
- 5 purchase, bequest, or transfer on the materials being kept confidential
- 6 for a specified period of time;
- 7 (18) Job application materials submitted by applicants, other than
- 8 finalists or a priority candidate for a position described in section
- 9 85-106.06 selected using the enhanced public scrutiny process in section
- 10 85-106.06, who have applied for employment by any public body as defined
- in section 84-1409. For purposes of this subdivision, (a) job application
- 12 materials means employment applications, resumes, reference letters, and
- 13 school transcripts and (b) finalist means any applicant who is not an
- 14 applicant for a position described in section 85-106.06 and (i) who
- 15 reaches the final pool of applicants, numbering four or more, from which
- 16 the successful applicant is to be selected, (ii) who is an original
- 17 applicant when the final pool of applicants numbers less than four, or
- 18 (iii) who is an original applicant and there are four or fewer original
- 19 applicants;
- 20 (19)(a) Records obtained by the Public Employees Retirement Board
- 21 pursuant to section 84-1512 and (b) records maintained by the board of
- 22 education of a Class V school district and obtained by the board of
- 23 trustees or the Public Employees Retirement Board for the administration
- 24 of a retirement system provided for under the Class V School Employees
- 25 Retirement Act pursuant to section 79-989;
- 26 (20) Social security numbers; credit card, charge card, or debit
- 27 card numbers and expiration dates; and financial account numbers supplied
- 28 to state and local governments by citizens;
- 29 (21) Information exchanged between a jurisdictional utility and city
- 30 pursuant to section 66-1867;
- 31 (22) Draft records obtained by the Nebraska Retirement Systems

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- 1 Committee of the Legislature and the Governor from Nebraska Public
- 2 Employees Retirement Systems pursuant to subsection (4) of section
- 3 84-1503;
- 4 (23) All prescription drug information submitted pursuant to section
- 5 71-2454, all data contained in the prescription drug monitoring system,
- 6 and any report obtained from data contained in the prescription drug
- 7 monitoring system;
- 8 (24) Information obtained by any government entity, whether federal,
- 9 state, county, or local, regarding firearm registration, possession,
- 10 sale, or use that is obtained for purposes of an application permitted or
- 11 required by law or contained in a permit or license issued by such
- 12 entity. Such information shall be available upon request to any federal,
- 13 state, county, or local law enforcement agency; and
- 14 (25) The security standards, procedures, policies, plans,
- 15 specifications, diagrams, and access lists and other security-related
- 16 records of the State Racing and Gaming Commission, those persons or
- 17 entities with which the commission has entered into contractual
- 18 relationships, and the names of any individuals placed on the list of
- 19 self-excluded persons with the commission as provided in section 9-1118.
- 20 Nothing in this subdivision shall allow the commission to withhold from
- 21 the public any information relating to the amount paid any person or
- 22 entity with which the commission has entered into a contractual
- 23 relationship, the amount of any prize paid, the name of the prize winner,
- 24 and the city, village, or county where the prize winner resides.
- 25 Sec. 3. Original section 9-823, Reissue Revised Statutes of
- 26 Nebraska, and section 84-712.05, Revised Statutes Cumulative Supplement,
- 27 2022, are repealed.