## LEGISLATURE OF NEBRASKA

## ONE HUNDRED FIRST LEGISLATURE

SECOND SESSION

## LEGISLATIVE BILL 765

Introduced by Fulton, 29.

Read first time January 06, 2010

Committee: Judiciary

## A BILL

- 1 FOR AN ACT relating to crimes and offenses; to amend sections
- 2 28-1101 and 28-1107, Reissue Revised Statutes of
- Nebraska; to change provisions related to gambling; and
- 4 to repeal the original sections.
- 5 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 28-1101, Reissue Revised Statutes of

- 2 Nebraska, is amended to read:
- 3 28-1101 As used in this article, unless the context
- 4 otherwise requires:
- 5 (1) A person advances gambling activity if, acting other
- 6 than as a player, he or she engages in conduct that materially aids
- 7 any form of gambling activity. Conduct of this nature includes, but
- 8 shall not be is not limited to, conduct directed toward (a) the
- 9 creation or establishment of the particular game, contest, scheme,
- 10 device, or activity involved, (b) the acquisition or maintenance of
- 11 premises, paraphernalia, equipment, or apparatus therefor, or (c)
- 12 engaging in the procurement, sale, or offering for sale within this
- 13 state of any chance, share, or interest in a lottery of another
- 14 state or government whether or not such chance, share, or interest
- 15 is an actual lottery ticket, receipt, contingent promise to pay,
- 16 order to purchase, or other record of such interest except as
- 17 provided in the Nebraska County and City Lottery Act, the Nebraska
- 18 Lottery and Raffle Act, the Nebraska Pickle Card Lottery Act, the
- 19 Nebraska Small Lottery and Raffle Act, the State Lottery Act, or
- 20 section 9-701;
- 21 (2) Bookmaking shall mean means advancing gambling
- 22 activity by unlawfully accepting bets from members of the public as
- 23 a business upon the outcome of future contingent events;
- 24 (3) A person profits from gambling activity if, other
- 25 than as a player, he or she accepts or receives money or other

1 property pursuant to an agreement or understanding with any person

- 2 whereby he or she participates or is to participate in the proceeds
- 3 of gambling activity;
- 4 (4) (4) (a) A person engages in gambling if he or she bets
- 5 something of value upon:
- 6 (i) The the outcome of a future event, which outcome is
- 7 determined by an element of chance; 7 or upon the
- 8 <u>(ii) The</u> outcome of a game, contest, or election, or
- 9 conducts or participates in any bingo, lottery by the sale of
- 10 pickle cards, lottery, raffle, gift enterprise, or other scheme
- 11 not authorized or conducted in accordance with the Nebraska Bingo
- 12 Act, the Nebraska County and City Lottery Act, the Nebraska Lottery
- 13 and Raffle Act, the Nebraska Pickle Card Lottery Act, the Nebraska
- 14 Small Lottery and Raffle Act, the State Lottery Act, or section
- 15 9-701; or<del>,</del>
- 16 (iii) The operation or play of a gambling device;
- 17 (b) A but a person does not engage in gambling by:
- 18 (a) (i) Entering into a lawful business transaction;
- 19 <del>(b)</del> Playing an amusement device or a coin-operated
- 20 mechanical game which confers as a prize an immediate, unrecorded
- 21 right of replay not exchangeable for something of value;
- 23 or
- 24 (iii) Conducting or participating in any bingo,
- 25 lottery by the sale of pickle cards, lottery, raffle, or gift

1 enterprise conducted in accordance with the Nebraska Bingo Act,

- 2 the Nebraska County and City Lottery Act, the Nebraska Lottery
- 3 and Raffle Act, the Nebraska Pickle Card Lottery Act, the Nebraska
- 4 Small Lottery and Raffle Act, the State Lottery Act, or section
- 5 9-701;
- 6 (5) Gambling device shall mean any means:
- 7 (a) (i) Any device, machine, paraphernalia, writing,
- 8 paper, instrument, article, or equipment that is used or usable for
- 9 engaging in gambling, whether that activity consists of gambling
- 10 between persons or gambling by a person involving the playing of a
- 11 machine or (ii) Gambling device shall also include any mechanical
- 12 gaming device, computer gaming device, electronic gaming device, or
- 13 video gaming device which, through the application of an element
- 14 of chance, has the capability of awarding something of value,
- 15 free games redeemable for something of value, instant-win tickets
- 16 which also provide the possibility of participating in a subsequent
- 17 drawing or event, or tickets or stubs redeemable for something
- 18 of value, except as authorized in the furtherance of parimutuel
- 19 wagering. Gambling device does not include any device or machine
- 20 where a person stands to win or lose, based predominantly on the
- 21 skill of the operator, a noncash award valued at ten dollars or
- 22 less per play. The award shall not be made in the form of a product
- 23 containing either alcohol or tobacco or in the form of a redeemable
- 24 item that can be exchanged for cash or a product containing either
- 25 <u>alcohol or tobacco; or Supplies,</u>

1 (b) Supplies, equipment, cards, tickets, stubs, and other

- 2 items used in any bingo, lottery by the sale of pickle cards,
- 3 other lottery, raffle, or gift enterprise conducted in accordance
- 4 with the Nebraska Bingo Act, the Nebraska County and City Lottery
- 5 Act, the Nebraska Lottery and Raffle Act, the Nebraska Pickle Card
- 6 Lottery Act, the Nebraska Small Lottery and Raffle Act, the State
- 7 Lottery Act, or section 9-701 are not gambling devices within this
- 8 definition;
- 9 (6) Something of value shall mean means any money or
- 10 property, any token, object, or article exchangeable for money or
- 11 property, or any form of credit or promise directly or indirectly
- 12 contemplating transfer of money or property or of any interest
- 13 therein, or involving extension of a service or entertainment; and
- 14 (7) Prize contest shall mean means any competition in
- 15 which one or more competitors are awarded something of value as
- 16 a consequence of winning or achieving a certain result in the
- 17 competition and (a) the value of such awards made to competitors
- 18 participating in the contest does not depend upon the number of
- 19 participants in the contest or upon the amount of consideration, if
- 20 any, paid for the opportunity to participate in the contest or upon
- 21 chance and (b) the value or identity of such awards to be made to
- 22 competitors is published before the competition begins.
- 23 Sec. 2. Section 28-1107, Reissue Revised Statutes of
- 24 Nebraska, is amended to read:
- 25 28-1107 (1) A person commits the offense of possession

1 of a gambling device if he or she manufactures, sells, transports,

- 2 places, possesses, or conducts or negotiates any transaction
- 3 affecting or designed to affect ownership, custody, or use of any
- 4 gambling device, knowing that it shall be used in the advancement
- 5 of unlawful gambling activity.
- 6 (2) This section shall not apply to any coin-operated 7 mechanical gaming device, computer gaming device, electronic gaming 8 device, or video gaming device which has the capability of awarding 9 free games, which is intended to be played and is in fact played 10 for amusement only, and which may allow the player the right to 11 replay such gaming device at no additional cost, which right to 12 replay shall not be considered money or property, except that 13 such mechanical game (a) can be discharged of accumulated free 14 replays only by reactivating the game for one additional play for 15 each accumulated free replay and (b) makes no permanent record 16 directly or indirectly of free replays so awarded. Notwithstanding 17 any other provisions of this section, any mechanical game or device 18 classified by the federal government as an illegal gambling device and requiring a federal Gambling Device Tax Stamp as required by 19 20 the Internal Revenue Service in its administration of 26 U.S.C. 21 4461 and 4462, amended July 1, 1965, by Public Law 89-44, are 22 hereby declared to be illegal and excluded from the exemption 23 granted in this section.
- 24 (3) (2) Possession of a gambling device is a Class II
- 25 misdemeanor.

1 Sec. 3. Original sections 28-1101 and 28-1107, Reissue

2 Revised Statutes of Nebraska, are repealed.