## AMENDMENTS TO LB 637

## Introduced by Avery

1. Insert the following new sections:
 Sec. 26. Section 9-812, Revised Statutes Cumulative
 3 Supplement, 2010, as amended by section 1, Legislative Bill 333,
 4 One Hundred Second Legislature, First Session, 2011, is amended to
 5 read:

6 9-812 (1) All money received from the operation of 7 lottery games conducted pursuant to the State Lottery Act in 8 Nebraska shall be credited to the State Lottery Operation Trust Fund, which fund is hereby created. All payments of the costs 9 10 of establishing and maintaining the lottery games shall be made 11 from the State Lottery Operation Cash Fund. In accordance with 12 legislative appropriations, money for payments for expenses of the 13 division shall be transferred from the State Lottery Operation Trust Fund to the State Lottery Operation Cash Fund, which fund 14 15 is hereby created. All money necessary for the payment of lottery prizes shall be transferred from the State Lottery Operation Trust 16 Fund to the State Lottery Prize Trust Fund, which fund is hereby 17 18 created. The amount used for the payment of lottery prizes shall 19 not be less than forty percent of the dollar amount of the lottery 20 tickets which have been sold.

(2) Beginning October 1, 2003, a portion of the dollar
amount of the lottery tickets which have been sold on an annualized
basis shall be transferred from the State Lottery Operation Trust

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Fund to the Education Innovation Fund, the Nebraska Opportunity 1 2 Grant Fund, the Nebraska Environmental Trust Fund, the Nebraska 3 State Fair Board, and the Compulsive Gamblers Assistance Fund. The 4 dollar amount transferred pursuant to this subsection shall equal 5 the greater of (a) the dollar amount transferred to the funds in fiscal year 2002-03 or (b) any amount which constitutes at 6 7 least twenty-two percent and no more than twenty-five percent of 8 the dollar amount of the lottery tickets which have been sold on 9 an annualized basis. To the extent that funds are available, the 10 Tax Commissioner and director may authorize a transfer exceeding 11 twenty-five percent of the dollar amount of the lottery tickets 12 sold on an annualized basis.

(3) Of the money available to be transferred to the
Education Innovation Fund, the Nebraska Opportunity Grant Fund, the
Nebraska Environmental Trust Fund, the Nebraska State Fair Board,
and the Compulsive Gamblers Assistance Fund:

17 (a) The first five hundred thousand dollars shall be
18 transferred to the Compulsive Gamblers Assistance Fund to be used
19 as provided in section 71-817;

20 (b) Nineteen and three-fourths percent of the money 21 remaining after the payment of prizes and operating expenses and 22 the initial transfer to the Compulsive Gamblers Assistance Fund 23 shall be transferred to the Education Innovation Fund;

(c) Twenty-four and three-fourths percent of the money
remaining after the payment of prizes and operating expenses and
the initial transfer to the Compulsive Gamblers Assistance Fund
shall be transferred to the Nebraska Opportunity Grant Fund;

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1 (d) Forty-four and one-half percent of the money 2 remaining after the payment of prizes and operating expenses and 3 the initial transfer to the Compulsive Gamblers Assistance Fund 4 shall be transferred to the Nebraska Environmental Trust Fund to be 5 used as provided in the Nebraska Environmental Trust Act;

6 (e) Ten percent of the money remaining after the payment 7 of prizes and operating expenses and the initial transfer to 8 the Compulsive Gamblers Assistance Fund shall be transferred to 9 the Nebraska State Fair Board if the most populous city within 10 the county in which the fair is located provides matching funds 11 equivalent to ten percent of the funds available for transfer. Such 12 matching funds may be obtained from the city and any other private or public entity, except that no portion of such matching funds 13 14 shall be provided by the state. If the Nebraska State Fair ceases 15 operations, ten percent of the money remaining after the payment 16 of prizes and operating expenses and the initial transfer to the 17 Compulsive Gamblers Assistance Fund shall be transferred to the 18 General Fund; and

(f) One percent of the money remaining after the payment of prizes and operating expenses and the initial transfer to the Compulsive Gamblers Assistance Fund shall be transferred to the Compulsive Gamblers Assistance Fund to be used as provided in section 71-817.

(4) (a) The Education Innovation Fund is created. At least
seventy-five percent of the lottery proceeds allocated to the
Education Innovation Fund shall be available for disbursement.

27 (b) For fiscal year 2010-11, the Education Innovation

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1 Fund shall be allocated as follows: The first one million 2 dollars shall be transferred to the Excellence in Teaching Cash 3 Fund to fund the Excellence in Teaching Act, and the amount 4 remaining in the Education Innovation Fund shall be allocated, 5 after administrative expenses, for distance education equipment and 6 incentives pursuant to sections 79-1336 and 79-1337.

7 (c) For fiscal year 2011-12, the Education Innovation 8 Fund shall be allocated as follows: (i) The first two hundred 9 twenty-five thousand dollars shall be transferred to the Excellence 10 in Teaching Cash Fund to fund the Attracting Excellence to Teaching 11 Program; (ii) the next three million three hundred sixty-five 12 thousand nine hundred sixty-two dollars shall be distributed to school districts as grants pursuant to the Early Childhood 13 14 Education Grant Program; (iii) the next two million one hundred 15 seventy-five thousand six hundred seventy-three dollars shall be distributed to local systems as grants for approved accelerated 16 17 or differentiated curriculum programs for students identified as learners with high ability pursuant to section 79-1108.02; (iv) 18 19 the next four hundred ninety-one thousand five hundred forty-one dollars shall be used by the State Department of Education for 20 the development of an integrated early childhood, elementary, 21 22 secondary, and postsecondary student information system; (v) the 23 next four hundred fifty thousand dollars shall fund the Center 24 for Student Leadership and Extended Learning Act; (vi) the next 25 one hundred fourteen thousand six hundred twenty-nine dollars shall 26 fund the multicultural education program created under section 27 79-720; (vii) the next one hundred twenty-three thousand four

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hundred sixty-eight dollars shall be used by the department to employ persons to investigate and prosecute alleged violations as provided in section 79-868; and (viii) up to the next one hundred sixty thousand dollars shall be used by the department to implement section 29 of this act; and (ix) the amount remaining shall be allocated, after administrative expenses, for distance education equipment and incentives pursuant to sections 79-1336 and 79-1337.

8 (d) For fiscal year 2012-13, the Education Innovation 9 Fund shall be allocated as follows: (i) The first forty-five 10 thousand dollars shall be transferred to the Excellence in Teaching 11 Cash Fund to fund the Attracting Excellence to Teaching Program; 12 (ii) the next three million three hundred sixty-five thousand nine hundred sixty-two dollars shall be distributed to school 13 14 districts as grants pursuant to the Early Childhood Education 15 Grant Program; (iii) the next two million one hundred seventy-five 16 thousand six hundred seventy-three dollars shall be distributed to 17 local systems as grants for approved accelerated or differentiated curriculum programs for students identified as learners with 18 19 high ability pursuant to section 79-1108.02; (iv) the next one hundred eight thousand one hundred thirty-six dollars shall be 20 21 used by the department for the development of an integrated 22 early childhood, elementary, secondary, and postsecondary student 23 information system; (v) the next four hundred fifty thousand 24 dollars shall fund the Center for Student Leadership and Extended 25 Learning Act; (vi) the next one hundred fourteen thousand six 26 hundred twenty-nine dollars shall be used by the department to fund 27 the multicultural education program created under section 79-720;

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(vii) the next one hundred twenty-three thousand four hundred 1 2 sixty-eight dollars shall be used by the department to employ 3 persons to investigate and prosecute alleged violations as provided in section 79-868; and (viii) up to the next one hundred sixty 4 5 thousand dollars shall be used by the department to implement section 29 of this act; and (ix) the amount remaining shall be 6 7 allocated, after administrative expenses, for distance education 8 equipment and incentives pursuant to sections 79-1336 and 79-1337.

9 (e) For fiscal years year 2013-14, through 2015-16, 10 the Education Innovation Fund shall be allocated as follows: 11 (i) The first one million dollars shall be transferred to the 12 Excellence in Teaching Cash Fund to fund the Excellence in Teaching Act; (ii) the next allocation shall be distributed to 13 14 local systems as grants for approved accelerated or differentiated 15 curriculum programs for students identified as learners with high 16 ability pursuant to section 79-1108.02 in an aggregated amount 17 up to the amount distributed in the prior fiscal year for such purposes increased by the basic allowable growth rate pursuant to 18 19 section 79-1025; (iii) the next allocation shall be used by the 20 State Department of Education for the integrated early childhood, 21 elementary, secondary, and postsecondary student information system 22 in an aggregated amount up to the amount used in the prior fiscal 23 year for such purposes increased by the basic allowable growth 24 rate pursuant to section 79-1025; (iv) the next allocation shall 25 fund the Center for Student Leadership and Extended Learning Act 26 in an aggregated amount up to the amount used in the prior fiscal 27 year for such purposes increased by the basic allowable growth

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rate pursuant to section 79-1025; (v) the next allocation shall be 1 2 used by the department to fund the multicultural education program created under section 79-720 in an aggregated amount up to the 3 4 amount used in the prior fiscal year for such purposes increased 5 by the basic allowable growth rate pursuant to section 79-1025; (vi) the next allocation shall be used by the department to employ 6 7 persons to investigate and prosecute alleged violations as provided 8 in section 79-868 in an aggregated amount up to the amount used 9 in the prior fiscal year for such purposes increased by the basic 10 allowable growth rate pursuant to section 79-1025; and (vii) up to the next one hundred sixty thousand dollars shall be used by 11 12 the department to implement section 29 of this act; and (viii) the amount remaining shall be allocated, after administrative 13 14 expenses, for distance education equipment and incentives pursuant 15 to sections 79-1336 and 79-1337.

16 (f) For fiscal years 2014-15 through 2015-16, the 17 Education Innovation Fund shall be allocated as follows: (i) The 18 first one million dollars shall be transferred to the Excellence in 19 Teaching Cash Fund to fund the Excellence in Teaching Act; (ii) 20 the next allocation shall be distributed to local systems as grants 21 for approved accelerated or differentiated curriculum programs 22 for students identified as learners with high ability pursuant 23 to section 79-1108.02 in an aggregated amount up to the amount distributed in the prior fiscal year for such purposes increased 24 25 by the basic allowable growth rate pursuant to section 79-1025; 26 (iii) the next allocation shall be used by the State Department 27 of Education for the integrated early childhood, elementary,

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1 secondary, and postsecondary student information system in an 2 aggregated amount up to the amount used in the prior fiscal year for such purposes increased by the basic allowable growth rate 3 pursuant to section 79-1025; (iv) the next allocation shall fund 4 5 the Center for Student Leadership and Extended Learning Act in 6 an aggregated amount up to the amount used in the prior fiscal 7 year for such purposes increased by the basic allowable growth 8 rate pursuant to section 79-1025; (v) the next allocation shall 9 be used by the department to fund the multicultural education 10 program created under section 79-720 in an aggregated amount up 11 to the amount used in the prior fiscal year for such purposes 12 increased by the basic allowable growth rate pursuant to section 13 79-1025; (vi) the next allocation shall be used by the department 14 to employ persons to investigate and prosecute alleged violations 15 as provided in section 79-868 in an aggregated amount up to the 16 amount used in the prior fiscal year for such purposes increased by 17 the basic allowable growth rate pursuant to section 79-1025; and 18 (vii) the amount remaining shall be allocated, after administrative 19 expenses, for distance education equipment and incentives pursuant to sections 79-1336 and 79-1337. 20

21 (f) (g) For fiscal year 2016-17 and each fiscal year
22 thereafter, the Education Innovation Fund shall be allocated, after
23 administrative expenses, for education purposes as provided by the
24 Legislature.

(5) Any money in the State Lottery Operation Trust
Fund, the State Lottery Operation Cash Fund, the State Lottery
Prize Trust Fund, or the Education Innovation Fund available

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for investment shall be invested by the state investment officer
 pursuant to the Nebraska Capital Expansion Act and the Nebraska
 State Funds Investment Act.

4 (6) Unclaimed prize money on a winning lottery ticket 5 shall be retained for a period of time prescribed by rules and 6 regulations. If no claim is made within such period, the prize 7 money shall be used at the discretion of the Tax Commissioner for 8 any of the purposes prescribed in this section.

9 Sec. 28. Section 79-757, Reissue Revised Statutes of
10 Nebraska, is amended to read:

11 79-757 Sections 79-757 to 79-762 and section 29 of this
12 <u>act</u> shall be known and may be cited as the Quality Education
13 Accountability Act.

14 Sec. 29. Beginning with the 2011-12 school year, the 15 State Department of Education may implement a three-year pilot 16 project for the districtwide administration of a standard college 17 admission test, selected by the State Board of Education, to 18 students in the eleventh grade attending a public school in a participating school district to determine if such test (1) would 19 improve the college-going rate and career readiness of Nebraska 20 21 students and (2) could be utilized as the assessment for the 22 one grade in high school as required under section 79-760.03. 23 Participation by school districts in the pilot project shall be 24 voluntary and shall be subject to the approval of the board. On or before September 1, 2012, and on or before September 1 each 25 26 year thereafter through 2014, the department shall report to the 27 Governor, the Clerk of the Legislature, and the chairperson of the

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- 1 Education Committee of the Legislature on the pilot project. The
- 2 project shall be paid for with funds from the Education Innovation
- 3 Fund as provided in section 9-812.
- 4 2. Renumber the remaining sections and correct the
- 5 repealer accordingly.