LEGISLATURE OF NEBRASKA ONE HUNDRED FOURTH LEGISLATURE SECOND SESSION

## **LEGISLATIVE BILL 862**

Introduced by Larson, 40. Read first time January 11, 2016 Committee: General Affairs

- A BILL FOR AN ACT relating to gambling; to amend sections 28-1101 and
   28-1105, Reissue Revised Statutes of Nebraska; to define and
   redefine terms; to provide an exception for conducting or
   participating in fantasy contests as prescribed; to change a
   provision relating to the possession of gambling records; and to
   repeal the original sections.
- 7 Be it enacted by the people of the State of Nebraska,

Section 1. Section 28-1101, Reissue Revised Statutes of Nebraska, is
 amended to read:

3 28-1101 As used in this article, unless the context otherwise 4 requires:

5 (1) A person advances gambling activity if, acting other than as a player, he or she engages in conduct that materially aids any form of 6 7 gambling activity. Conduct of this nature includes, but shall not be limited to, conduct directed toward (a) the creation or establishment of 8 9 the particular game, contest, scheme, device, or activity involved, (b) 10 the acquisition or maintenance of premises, paraphernalia, equipment, or apparatus therefor, or (c) engaging in the procurement, sale, or offering 11 for sale within this state of any chance, share, or interest in a lottery 12 13 of another state or government whether or not such chance, share, or interest is an actual lottery ticket, receipt, contingent promise to pay, 14 order to purchase, or other record of such interest except as provided in 15 the Nebraska County and City Lottery Act, the Nebraska Lottery and Raffle 16 17 Act, the Nebraska Pickle Card Lottery Act, the Nebraska Small Lottery and Raffle Act, the State Lottery Act, or section 9-701. Conducting or 18 19 participating in a fantasy contest does not constitute advancing gambling 20 <u>activity;</u>

(2) Bookmaking shall mean advancing gambling activity by unlawfully
 accepting bets from members of the public as a business upon the outcome
 of future contingent events;

(3) A person profits from gambling activity if, other than as a
player, he or she accepts or receives money or other property pursuant to
an agreement or understanding with any person whereby he or she
participates or is to participate in the proceeds of gambling activity;

(4) A person engages in gambling if he or she bets something of
value upon the outcome of a future event, which outcome is determined by
an element of chance, or upon the outcome of a game, contest, or
election, or conducts or participates in any bingo, lottery by the sale

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of pickle cards, lottery, raffle, gift enterprise, or other scheme not authorized or conducted in accordance with the Nebraska Bingo Act, the Nebraska County and City Lottery Act, the Nebraska Lottery and Raffle Act, the Nebraska Pickle Card Lottery Act, the Nebraska Small Lottery and Raffle Act, the State Lottery Act, or section 9-701, but a person does not engage in gambling by:

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(a) Entering into a lawful business transaction;

8 (b) Playing an amusement device or a coin-operated mechanical game 9 which confers as a prize an immediate, unrecorded right of replay not 10 exchangeable for something of value;

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(c) Conducting or participating in a prize contest;<del>or</del>

<u>(d) Conducting or participating in a fantasy contest; or</u>

(<u>e</u> 4) Conducting or participating in any bingo, lottery by the sale
of pickle cards, lottery, raffle, or gift enterprise conducted in
accordance with the Nebraska Bingo Act, the Nebraska County and City
Lottery Act, the Nebraska Lottery and Raffle Act, the Nebraska Pickle
Card Lottery Act, the Nebraska Small Lottery and Raffle Act, the State
Lottery Act, or section 9-701;

19 (5) Fantasy contest means any fantasy or simulated game or contest
 20 <u>in which:</u>

21 (a) Winning participants are eligible to receive cash or any other
22 item of value;

(b) The value of all prizes and awards offered are established and
 publicized to the participants prior to the game or contest;

(c) All winning outcomes reflect the relative knowledge and skill of
 the participants and are determined predominantly by accumulated
 statistical results of the performance of individuals, including athletes
 in the case of sports events; and

(d) No winning outcome is based on the score, the point spread, or
 any performance or performances of any single actual team or combination
 of such teams or based solely on any single performance of an individual

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## athlete or player in any single actual event;

2  $(\underline{6} \ 5)$  Gambling device shall mean any device, machine, paraphernalia, writing, paper, instrument, article, or equipment that is used or usable 3 for engaging in gambling, whether that activity consists of gambling 4 5 between persons or gambling by a person involving the playing of a machine. Gambling device shall also include any mechanical gaming device, 6 7 computer gaming device, electronic gaming device, or video gaming device which has the capability of awarding something of value, free games 8 9 redeemable for something of value, instant-win tickets which also provide the possibility of participating in a subsequent drawing or event, or 10 tickets or stubs redeemable for something of value, except as authorized 11 in the furtherance of parimutuel wagering. Supplies, equipment, cards, 12 13 tickets, stubs, and other items used in any bingo, lottery by the sale of 14 pickle cards, other lottery, raffle, or gift enterprise conducted in accordance with the Nebraska Bingo Act, the Nebraska County and City 15 Lottery Act, the Nebraska Lottery and Raffle Act, the Nebraska Pickle 16 Card Lottery Act, the Nebraska Small Lottery and Raffle Act, the State 17 Lottery Act, or section 9-701 or used in any fantasy contest are not 18 19 gambling devices within this definition;

 $(\underline{7} \ \mathbf{6})$  Something of value shall mean any money or property, any 20 token, object, or article exchangeable for money or property, or any form 21 of credit or promise directly or indirectly contemplating transfer of 22 money or property or of any interest therein, or involving extension of a 23 24 service or entertainment; and

25  $(\underline{8} \ 7)$  Prize contest shall mean any competition in which one or more competitors are awarded something of value as a consequence of winning or 26 achieving a certain result in the competition and (a) the value of such 27 28 awards made to competitors participating in the contest does not depend upon the number of participants in the contest or upon the amount of 29 consideration, if any, paid for the opportunity to participate in the 30 31 contest or upon chance and (b) the value or identity of such awards to be

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1 made to competitors is published before the competition begins.

Sec. 2. Section 28-1105, Reissue Revised Statutes of Nebraska, is
amended to read:

28-1105 (1) A person commits the offense of possession of gambling
records if, other than as a player, he or she knowingly possesses any
writing, paper, instrument, or article which is:

7 (a) Of a kind commonly used in the operation or promotion of a 8 bookmaking scheme or enterprise and such writing, paper, instrument, or 9 article has been used for the purpose of recording, memorializing, or 10 registering any bet, wager, or other gambling information; or

(b) Of a kind commonly used in the operation, promotion, or playing 11 of a lottery or mutuel scheme or enterprise or other scheme not conducted 12 pursuant to the Nebraska Bingo Act, the Nebraska County and City Lottery 13 Act, the Nebraska Lottery and Raffle Act, the Nebraska Pickle Card 14 Lottery Act, the Nebraska Small Lottery and Raffle Act, the State Lottery 15 Act, or section 9-701, or subdivision (5) of section 28-1101, and such 16 17 writing, paper, instrument, or article has been used for the purpose of memorializing, or registering any bet, wager, or other 18 recording, gambling information not permitted by such acts or section. 19

20 (2) Possession of gambling records in the first degree is a Class II21 misdemeanor.

22 Sec. 3. Original sections 28-1101 and 28-1105, Reissue Revised 23 Statutes of Nebraska, are repealed.

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