LR380CA 2016

ONE HUNDRED FOURTH LEGISLATURE

SECOND SESSION

## **LEGISLATIVE RESOLUTION 380CA**

PROPOSED CONSTITUTIONAL AMENDMENT

Introduced by Bloomfield, 17.

Read first time January 06, 2016

Committee: General Affairs

THE MEMBERS OF THE ONE HUNDRED FOURTH LEGISLATURE OF NEBRASKA,
 SECOND SESSION, RESOLVE THAT:

3 Section 1. At the general election in November 2016 the following 4 proposed amendment to the Constitution of Nebraska shall be submitted to 5 the electors of the State of Nebraska for approval or rejection:

6 To amend Article III, section 24:

7 III-24 (1) Except as provided in this section, the Legislature shall 8 not authorize any game of chance or any lottery or gift enterprise when 9 the consideration for a chance to participate involves the payment of 10 money for the purchase of property, services, or a chance or admission 11 ticket or requires an expenditure of substantial effort or time.

12 (2) The Legislature may authorize and regulate a state lottery 13 pursuant to subsection (3) of this section and other lotteries, raffles, 14 and gift enterprises which are intended solely as business promotions or 15 the proceeds of which are to be used solely for charitable or community 16 betterment purposes without profit to the promoter of such lotteries, 17 raffles, or gift enterprises.

(3)(a) The Legislature may establish a lottery to be operated and regulated by the State of Nebraska. The proceeds of the lottery shall be appropriated by the Legislature for the costs of establishing and maintaining the lottery and for the following purposes, as directed by the Legislature:



(i) The first five hundred thousand dollars after the payment of

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prizes and operating expenses shall be transferred to the Compulsive
 Gamblers Assistance Fund;

3 (ii) <u>Twenty-six</u> Forty-four and one-half percent of the money 4 remaining after the payment of prizes and operating expenses and the 5 initial transfer to the Compulsive Gamblers Assistance Fund shall be 6 transferred to the Nebraska Environmental Trust Fund to be used as 7 provided in the Nebraska Environmental Trust Act;

8 (iii) <u>Sixty-five</u> <del>Forty-four and one-half</del> percent of the money 9 remaining after the payment of prizes and operating expenses and the 10 initial transfer to the Compulsive Gamblers Assistance Fund shall be used 11 for education as the Legislature may direct;

(iv) Seven and one-half Ten percent of the money remaining after the 12 payment of prizes and operating expenses and the initial transfer to the 13 Compulsive Gamblers Assistance Fund shall be transferred to the Nebraska 14 State Fair Board if the most populous city within the county in which the 15 fair is located provides matching funds equivalent to ten percent of the 16 funds available for transfer. Such matching funds may be obtained from 17 the city and any other private or public entity, except that no portion 18 19 of such matching funds shall be provided by the state. If the Nebraska State Fair ceases operations, seven and one-half ten percent of the money 20 remaining after the payment of prizes and operating expenses and the 21 22 initial transfer to the Compulsive Gamblers Assistance Fund shall be transferred to the General Fund; and 23

(v) 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.

(b) No lottery game shall be conducted as part of the lottery unless
the type of game has been approved by a majority of the members of the
Legislature.

31 (4) Nothing in this section shall be construed to prohibit (a) the

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1 enactment of laws providing for the licensing and regulation of wagering on the results of horseraces, wherever run, either within or outside of 2 3 the state, by the parimutuel method, when such wagering is conducted by licensees within a licensed racetrack enclosure or (b) the enactment of 4 laws providing for the licensing and regulation of bingo games conducted 5 by nonprofit associations which have been in existence for a period of 6 7 five years immediately preceding the application for license, except that 8 bingo games cannot be conducted by agents or lessees of such associations 9 on a percentage basis.

10 Sec. 2. The proposed amendment shall be submitted to the electors 11 in the manner prescribed by the Constitution of Nebraska, Article XVI, 12 section 1, with the following ballot language:

A constitutional amendment to change the distribution of statelottery proceeds.

15 For

16 Against.

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