

**FISCAL NOTE**  
**LEGISLATIVE FISCAL ANALYST ESTIMATE**

<b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES</b> (See narrative for political subdivision estimates)				
	<b>FY 2017-18</b>		<b>FY 2018-19</b>	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS		(\$77,000)		(\$146,000)
CASH FUNDS		(\$52,000)		(\$98,000)
FEDERAL FUNDS				
OTHER FUNDS				
<b>TOTAL FUNDS</b>		(\$129,000)		(\$244,000)

**Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.**

LB 631 makes a number of changes to Nebraska’s pickle card statutes.

The bill increases the pickle card prize to a maximum of 85% of gross proceeds; reduces the pickle card tax to 5% of the definite profit (currently 10%); changes a number of provisions regarding the pickle card operator to increase commissions; allows for payment for pickle card units from a licensed organization on credit; eliminates dispensing device leasing requirements; changes time limits for payment for pickle card units; removes the requirement that the Dept. of Revenue approve lease or rental agreements for pickle card dispensing devices; and changes the current requirement that dispensing devices be purchased, rented, or leased for fair market value.

The bill also adds new language that would authorize a participant to use U.S. currency or “any method of payment representing United States currency” in all of Nebraska’s authorized methods of gambling. “Method of payment representing U.S. currency” is not defined but we assume includes checks, debit cards, and credit cards.

The bill has an operative date of January 1, 2018.

The Department of Revenue estimates the following fiscal impact as result of LB 631:

Fiscal Year:	General Fund:	Charitable Gaming Operations Fund:	Total:
2017-18:	(\$ 77,000)	(\$ 52,000)	(\$ 129,000)
2018-19:	(\$ 146,000)	(\$ 98,000)	(\$ 244,000)
2019-20:	(\$ 139,000)	(\$ 92,000)	(\$ 231,000)
2020-21:	(\$ 132,000)	(\$ 88,000)	(\$ 220,000)

The Department of Revenue indicates that there will be no cost to implement the provisions of LB 631.

We have no basis to disagree with the Department of Revenue’s estimate of fiscal impact and cost.

<b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>			
LB:631	AM:	AGENCY/POLT. SUB: Department of Revenue	
REVIEWED BY: Lyn Heaton	DATE: 2/2/2017	PHONE: <a href="tel:402-471-4181">402) 471-4181</a>	
COMMENTS: No basis upon which to disagree with the Dept. of Revenue’s analysis.			

