

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

| <b>ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)</b> |                     |                |                     |                |
|---|---------------------|----------------|---------------------|----------------|
|   | <b>FY 2022-23</b>   |                | <b>FY 2023-24</b>   |                |
|   | <b>EXPENDITURES</b> | <b>REVENUE</b> | <b>EXPENDITURES</b> | <b>REVENUE</b> |
| GENERAL FUNDS   |                     |                |                     |                |
| CASH FUNDS  |                     | \$733,000      |                     | \$800,000      |
| FEDERAL FUNDS   |                     |                |                     |                |
| OTHER FUNDS   |                     |                |                     |                |
| <b>TOTAL FUNDS</b>  |                     | \$733,000      |                     | \$800,000      |

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

LB 1268 amends provisions related to the sale of lottery tickets under the State Lottery Act to allow the sale of lottery tickets through a vending or dispensing device.

**Revenue:**

The Department of Revenue estimates that allowing sales of lottery tickets through vending or dispensing devices will increase sales of lottery tickets, resulting in increases to the cash funds who benefit from lottery proceeds, as follows:

|         | NE Education Improvement Fund | NE Environmental Trust Fund | NE State Fair Board | Compulsive Gamblers Assistance Fund | Total     |
|---------|-------------------------------|-----------------------------|---------------------|-------------------------------------|-----------|
| FY22-23 | \$326,333                     | \$326,333                   | \$73,333            | \$7,333                             | \$733,332 |
| FY23-24 | \$356,000                     | \$356,000                   | \$80,000            | \$8,000                             | \$800,000 |
| FY24-25 | \$366,680                     | \$366,680                   | \$82,400            | \$8,240                             | \$824,000 |

For reference, in FY21, total lottery funds distributed to beneficiaries totaled \$48,178,938. The increase estimated by the department is less than 2%.

**Expenditures:**

The department estimates vending devices will not require capital outlay expenditures, as they will be paid for upon installation in the same manner as current equipment and related services as provided in the Lottery retailer contract. As such, there is minimal costs to the department to implement the bill.

There is no basis to disagree with these estimates.

|  |               |   |  |
|--|---------------|---|--|
| <b>ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY &amp; POLT. SUB. RESPONSE</b>                               |               |   |  |
| LB: 1268   | AM:           | AGENCY/POLT. SUB: Department of Revenue |  |
| REVIEWED BY: Jacob Leaver  | DATE: 2/24/22 | PHONE: (402) 471-4173                   |  |
| COMMENTS: No basis to dispute with the Department of Revenue's estimated fiscal impact to the agency as a result with LB 1268. |               |   |  |

