LEGISLATURE OF NEBRASKA

ONE HUNDRED SEVENTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 877

Introduced by Briese, 41.

Read first time January 07, 2022

Committee: General Affairs

1 A BILL FOR AN ACT relating to horseracing; to amend sections 2-1205, 2 2-1218, and 2-1220, Reissue Revised Statutes of Nebraska, and 3 sections 2-1201, 2-1202, 2-1203, 2-1203.02, 2-1207, 2-1208, 2-1211, 4 2-1213, 2-1215, 2-1219, 2-1221, and 2-1222, Revised Statutes Supplement, 2021; to change provisions relating to the State Racing 5 6 and Gaming Commission; to change licensing requirements; to change 7 fines and penalties; to rename a fund; to eliminate a provision 8 relating to conducting horseracing on Sunday; to harmonize 9 provisions; to repeal the original sections; and to outright repeal section 2-1213.01, Reissue Revised Statutes of Nebraska. 10

11 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 2-1201, Revised Statutes Supplement, 2021, is

- 2 amended to read:
- 3 2-1201 (1) There hereby is created a State Racing and Gaming
- 4 Commission. For purposes of sections 2-1201 to 2-1229, commission means
- 5 the State Racing and Gaming Commission.
- 6 (2) The commission shall consist of seven members who shall be
- 7 appointed by the Governor and subject to confirmation by a majority of
- 8 the members elected to the Legislature and may be for cause removed by
- 9 the Governor. A violation by a commissioner of section 2-1219 shall be
- 10 considered cause for removal. One member of the commission shall be
- 11 appointed from each congressional district, as such districts existed on
- 12 January 1, 2010, and four members of the commission shall be appointed at
- 13 large for terms as follows:
- 14 (a) The member representing the second congressional district who is
- 15 appointed on or after April 1, 2010, shall serve until March 31, 2014,
- 16 and until his or her successor is appointed and qualified. Thereafter the
- 17 term of the member representing such district shall be four years and
- 18 until his or her successor is appointed and qualified;
- 19 (b) The member representing the third congressional district who is
- 20 appointed on or after April 1, 2011, shall serve until March 31, 2015,
- 21 and until his or her successor is appointed and qualified. Thereafter the
- 22 term of the member representing such district shall be four years and
- 23 until his or her successor is appointed and qualified;
- 24 (c) The member representing the first congressional district who is
- 25 appointed on or after April 1, 2012, shall serve until March 31, 2016,
- 26 and until his or her successor is appointed and qualified. Thereafter the
- 27 term of the member representing such district shall be four years and
- 28 until his or her successor is appointed and qualified;
- 29 (d) Not later than sixty days after July 15, 2010, the Governor
- 30 shall appoint one at-large member who shall serve until March 31, 2013,
- 31 and until his or her successor is appointed and qualified. Thereafter the

1 term of such member shall be four years and until his or her successor is

- 2 appointed and qualified;
- 3 (e) Not later than sixty days after July 15, 2010, the Governor
- 4 shall appoint one at-large member who shall serve until March 31, 2014,
- 5 and until his or her successor is appointed and qualified. Thereafter the
- 6 term of such member shall be four years and until his or her successor is
- 7 appointed and qualified; and
- 8 (f) Not later than sixty days after May 26, 2021, the Governor shall
- 9 appoint two additional at-large members who shall serve until March 31,
- 10 2025, and until their successors are appointed and qualified. One of such
- 11 members shall have experience in the Nebraska gaming industry, and one
- 12 shall <u>have experience in the Nebraska horseracing industry</u> be a member of
- 13 the organization representing the majority of licensed owners and
- 14 trainers of horses at racetracks in Nebraska. Thereafter the terms of
- 15 such at-large members shall be four years and until their successors are
- 16 appointed and qualified.
- 17 (3) Not more than four members of the commission shall belong to the
- 18 same political party. No more than three of the members shall reside,
- 19 when appointed, in the same congressional district. No more than two of
- 20 the members shall reside in any one county. Any vacancy shall be filled
- 21 by appointment by the Governor for the unexpired term. The compensation
- of the members of the commission shall be one thousand dollars per month,
- 23 which may be adjusted every two years in an amount not to exceed the
- 24 change in the Consumer Price Index for Urban Wage Earners and Clerical
- 25 Workers for the period between June 30 of the first year to June 30 of
- 26 the year of adjustment. The members shall be reimbursed for expenses
- 27 incurred in the performance of their duties as provided in sections
- 28 81-1174 to 81-1177. The members of the commission shall be bonded or
- 29 insured as required by section 11-201.
- 30 (4) No member shall have any personal financial interest in any
- 31 licensed racetrack enclosure or authorized gaming operator as defined in

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- 1 the Nebraska Racetrack Gaming Act for the duration of the member's term.
- 2 Sec. 2. Section 2-1202, Revised Statutes Supplement, 2021, is amended to read:
- 2-1202 (1) The commission shall elect one of its members to be 4 chairperson thereof, and it shall be authorized to employ an executive 5 director and such other assistants and employees as may be necessary to 6 carry out the purposes of sections 2-1201 to 2-1218, the Nebraska 7 Racetrack Gaming Act, and sections 9-1201 to 9-1209. Such executive 8 9 director shall have no other official duties. The executive director shall keep a record of the proceedings of the commission, preserve the 10 books, records, and documents entrusted to the executive director, and 11 perform such other duties as the commission shall prescribe; and the 12 commission shall require the executive director to give bond in such sum 13 as it may fix, conditioned for the faithful performance of the duties of 14 the executive director. The commission shall be authorized to fix the 15 16 compensation of the executive director, and also the compensation of its 17 other employees, subject to the approval of the Governor. The commission shall have an office at such place within the state as it may determine 18 19 and shall meet at least eight times per year such times and places as it shall find necessary and convenient for the discharge of its duties. 20
- (2) The commission shall appoint or employ deputies, investigators, 21 inspectors, agents, security personnel, and other persons as deemed 22 necessary to administer and effectively enforce the regulation of 23 24 horseracing, the Nebraska Racetrack Gaming Act, and sections 9-1201 to 9-1209. Any appointed or employed personnel shall perform the duties 25 assigned by the commission. 26
- (3) All personnel appointed or employed by the commission shall be 27 bonded or insured as required by section 11-201. As specified by the 28 commission, certain personnel shall be vested with the authority and 29 power of a law enforcement officer to carry out the laws of this state 30 administered by the commission. 31

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- 1 Sec. 3. Section 2-1203, Revised Statutes Supplement, 2021, is
- 2 amended to read:
- 3 2-1203 The commission shall have power to prescribe and enforce
- 4 rules and regulations governing horseraces and race meetings licensed as
- 5 provided in sections 2-1201 to 2-1229 and games of chance as provided in
- 6 the Nebraska Racetrack Gaming Act. Such rules and regulations shall
- 7 contain criteria to be used by the commission for decisions on approving
- 8 and revoking track licenses and setting racing dates.
- 9 The commission may revoke or suspend licenses issued to racing
- 10 industry participants and may, in lieu of or in addition to such
- 11 suspension or revocation, impose a fine in an amount not to exceed
- 12 twenty-five five thousand dollars upon a finding that a rule or
- 13 regulation has been violated by a licensed racing industry participant.
- 14 The exact amount of the fine shall be proportional to the seriousness of
- 15 the violation and the extent to which the licensee derived financial gain
- 16 as a result of the violation.
- 17 The commission may delegate to a board of stewards such of the
- 18 commission's powers and duties as may be necessary to carry out and
- 19 effectuate the purposes of sections 2-1201 to 2-1229.
- 20 Any decision or action of such board of stewards may be appealed to
- 21 the commission or may be reviewed by the commission on its own
- 22 initiative. The board of stewards may impose a fine not to exceed five
- 23 thousand fifteen hundred dollars upon a finding that a rule or regulation
- 24 has been violated.
- The commission shall remit administrative fines collected under this
- 26 section to the State Treasurer for distribution in accordance with
- 27 Article VII, section 5, of the Constitution of Nebraska.
- 28 Sec. 4. Section 2-1203.02, Revised Statutes Supplement, 2021, is
- 29 amended to read:
- 30 2-1203.02 (1) Any person between sixteen and seventy-five years of
- 31 age applying for or holding a license to participate in or be employed at

- a horserace meeting licensed by the commission shall be subject to 1 fingerprinting and a check of his or her criminal history record 2 information maintained by the Identification Division of the Federal 3 Bureau of Investigation for the purpose of determining whether the 4 commission has a basis to deny the license application or to suspend, 5 cancel, or revoke the person's license, except that the commission shall 6 7 not require a person to be fingerprinted if such person has been previously fingerprinted in connection with a license application in this 8 9 state or any other state within the last five years prior to the 10 application for such license. Any person between sixteen and seventy-five years of age involved in the administration or management of a racetrack, 11 including the governing body, shall be subject to fingerprinting and a 12 check of his or her criminal history record information maintained by the 13 14 Identification Division of the Federal Bureau of Investigation. The applicant, licensee, or person involved in the administration 15 16 management of a racetrack shall pay the actual cost of any fingerprinting or check of his or her criminal history record information. 17 requirements of this subsection shall not apply to employees of 18 19 concessions who do not work in restricted-access areas, admissions employees whose duties involve only admissions ticket 20 sales verification or parking receipts sales and verification, and medical or 21 22 emergency services personnel authorized to provide such services at the 23 racetrack.
- (2) If the applicant is an individual who is applying for a license to participate in or be employed at a horserace meeting, the application shall include the applicant's social security number.
- Sec. 5. Section 2-1205, Reissue Revised Statutes of Nebraska, is amended to read:
- 29 2-1205 (1) If the commission is satisfied that its rules and regulations and all provisions of sections 2-1201 to 2-1218 have been and will be complied with, it may issue a license for a period of not more

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than <u>five years</u> one year. The license shall set forth the name of the 1 2 licensee, the place where the races or race meetings are to be held, and the time and number of days during which racing may be conducted by such 3 4 licensee. Any such license issued shall not be transferable or 5 assignable. The commission shall have the power to revoke any license issued at any time for good cause upon reasonable notice and hearing. No 6 license shall be granted to any corporation or association except upon 7 the express condition that it shall not, by any lease, contract, 8 9 understanding, or arrangement of whatever kind or nature, grant, assign, 10 or turn over to any person, corporation, or association the operation or management of any racing or race meeting licensed under such sections or 11 of the parimutuel system of wagering described in section 2-1207 or in 12 any manner permit any person, corporation, or association other than the 13 licensee to have any share, percentage, or proportion of the money 14 received for admissions to the racing or race meeting or from the 15 operation of the parimutuel system; and any violation of such conditions 16 17 shall authorize and require the commission immediately to revoke such 18 license.

(2)(a) Beginning January 1, 2026, any racetrack for which a licensee is issued a license to conduct a race or race meeting under sections

2-1201 to 2-1218 or a racetrack enclosure that has an authorized gaming operator as defined in section 9-1103, in existence and operational as of the effective date of this act, shall hold a minimum of five live racing meet days annually.

(b) Any racetrack for which a licensee is issued a license to conduct a race or race meeting under sections 2-1201 to 2-1218 or a racetrack enclosure that has an authorized gaming operator as defined in section 9-1103, that is in existence and operational after the effective date of this act, shall hold at least one live race meet annually for the first three years of operation. After the first three years of operation, a racetrack issued a license under sections 2-1201 to 2-1218 shall hold a

- 1 minimum of five live racing meet days annually.
- 2 <u>(c) A racetrack that fails to meet the minimum requirements under</u>
- 3 this subsection is subject to discipline by the commission, including
- 4 revocation of the license issued under sections 2-1201 to 2-1218.
- 5 Sec. 6. Section 2-1207, Revised Statutes Supplement, 2021, is
- 6 amended to read:
- 7 2-1207 (1) Within the enclosure of any racetrack where a race or race meeting licensed and conducted under sections 2-1201 to 2-1218 is 8 9 held or at a racetrack licensed to simulcast races or conduct interstate 10 simulcasting, the parimutuel method or system of wagering on the results of the respective races may be used and conducted by the licensee. Under 11 such system, the licensee may receive wagers of money from any person 12 13 present at such race or racetrack receiving the simulcast race or 14 conducting interstate simulcasting on any horse in a race selected by such person to run first in such race, and the person so wagering shall 15 16 acquire an interest in the total money so wagered on all horses in such 17 race as first winners in proportion to the amount of money wagered by him or her. Such licensee shall issue to each person so wagering a 18 19 certificate on which shall be shown the number of the race, the amount wagered, and the number or name of the horse selected by such person as 20 first winner. As each race is run, at the option of the licensee, the 21 22 licensee may deduct from the total sum wagered on all horses as first winners not less than fifteen percent or more than eighteen percent from 23 24 such total sum, plus the odd cents of the redistribution over the next 25 lower multiple of ten. At the option of the licensee, the licensee may deduct up to and including twenty-five percent from the total sum wagered 26 by exotic wagers as defined in section 2-1208.03. The commission may 27 authorize other levels of deduction on wagers conducted by means of 28 interstate simulcasting. The licensee shall notify the commission in 29 writing of the percentages the licensee intends to deduct during the live 30 race meet conducted by the licensee and shall notify the commission at 31

- 1 least one week in advance of any changes to such percentages the licensee
- 2 intends to make. The licensee shall also deduct from the total sum
- 3 wagered by exotic wagers, if any, the tax plus the odd cents of the
- 4 redistribution over the next multiple of ten as provided in subsection
- 5 (1) of section 2-1208.04. The balance remaining on hand shall be paid out
- 6 to the holders of certificates on the winning horse in the proportion
- 7 that the amount wagered by each certificate holder bears to the total
- 8 amount wagered on all horses in such race to run first. The licensee may
- 9 likewise receive such wagers on horses selected to run second, third, or
- 10 both, or in such combinations as the commission may authorize, the
- 11 method, procedure, and authority and right of the licensee, as well as
- 12 the deduction allowed to the licensee, to be as specified with respect to
- 13 wagers upon horses selected to run first.
- 14 (2) At all race meets held pursuant to this section, the licensee
- 15 shall deduct from the total sum wagered one-third of the amount over
- 16 fifteen percent deducted pursuant to subsection (1) of this section on
- 17 wagers on horses selected to run first, second, or third and one percent
- 18 of all exotic wagers to be used to promote agriculture and horse breeding
- 19 in Nebraska and for the support and preservation of horseracing pursuant
- 20 to section 2-1207.01.
- 21 (3) No person under twenty-one years of age shall be permitted to
- 22 make any parimutuel wager, and there shall be no wagering on horseracing
- 23 except under the parimutuel method outlined in this section. Any person,
- 24 association, or corporation who knowingly aids or abets a person under
- 25 twenty-one years of age in making a parimutuel wager shall be guilty of a
- 26 Class IV felony I misdemeanor.
- 27 Sec. 7. Section 2-1208, Revised Statutes Supplement, 2021, is
- 28 amended to read:
- 29 2-1208 For all race meetings, every corporation or association
- 30 licensed under the provisions of sections 2-1201 to 2-1218 relating to
- 31 horseracing shall pay the tax imposed by section 2-1208.01 and shall also

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- 1 pay to the commission the sum of two sixty-four one hundredths of one
- 2 percent of the gross sum wagered by the parimutuel method at each
- 3 licensed racetrack enclosure during the calendar year. For race meetings
- 4 devoted principally to running live races, the licensee shall pay to the
- 5 commission the sum of one hundred fifty dollars for each live racing day
- 6 that the licensee serves as the host track for intrastate simulcasting
- 7 and fifty twenty-five dollars for any other live racing day.
- 8 No other license tax, permit tax, occupation tax, or excise tax or
- 9 racing fee, except as provided in this section and in sections 2-1203 and
- 10 2-1208.01, relating to horseracing shall be levied, assessed, or
- 11 collected from any such licensee by the state or by any county, township,
- 12 district, city, village, or other governmental subdivision or body having
- 13 power to levy, assess, or collect any such tax or fee.
- 14 Sec. 8. Section 2-1211, Revised Statutes Supplement, 2021, is
- 15 amended to read:
- 16 2-1211 Every corporation or association licensed under sections
- 17 2-1201 to 2-1218 shall so keep its books and records as to clearly show
- 18 the total number of admissions to races conducted by it on each racing
- 19 day, including the number of admissions upon free passes or complimentary
- 20 tickets, and the amount received daily from admission fees and the total
- 21 amount of money wagered during the race meeting, including wagers at
- 22 locations to which its races were simulcast and at races which it
- 23 received via simulcast from other racetracks, and shall furnish to the
- 24 commission such reports and information as it may require with respect
- 25 thereto. The At the end of each race meeting, the licensee shall furnish
- 26 annually by March 30 to the commission and the Governor a complete audit
- 27 by a certified public accountant detailing all expenses and disbursements
- 28 of the previous year. Such audit shall be in the form specified by the
- 29 commission and shall be filed on or before February 1 following such
- 30 meet.
- 31 Sec. 9. Section 2-1213, Revised Statutes Supplement, 2021, is

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1 amended to read:

2 2-1213 (1)(a) No racing under sections 2-1201 to 2-1218 shall be permitted on Sunday except when approved by a majority of the members of 3 4 the commission upon application for approval by any racetrack. Such 5 approval shall be given after the commission has considered: (i) Whether 6 Sunday racing at the applicant track will tend to promote and encourage 7 agriculture and horse breeding in Nebraska; (ii) whether the applicant 8 track operates under a license granted by the commission; (iii) whether 9 the applicant track is in compliance with all applicable health, safety, 10 fire, and police rules and regulations or ordinances; (iv) whether the 11 denial of Sunday racing at the applicant track would impair such track's 12 economic ability to continue to function under its license; and (v) 13 whether the record of the public hearing held on the issue of Sunday 14 racing at the applicant track shows reasonable public support. Notice of 15 such public hearing shall be given at least ten days prior thereto by 16 publication in a newspaper having general circulation in the county in 17 which the applicant track is operating, and the commission shall conduct 18 a public hearing in such county. The commission may adopt, promulgate, 19 and enforce rules and regulations governing the application and approval 20 for Sunday racing in addition to its powers in section 2-1203. If the 21 commission permits racing on Sunday, the voters may prohibit such racing 22 in the manner prescribed in section 2-1213.01. If approval by the 23 commission for Sunday racing at the applicant track is granted, no racing 24 shall occur on Sunday until after 1 p.m. 25 (1)(a) (b) No license shall be granted for racing on more than one 26

(1)(a) (b) No license shall be granted for racing on more than one racetrack in any one county, except that the commission may, in its discretion, grant a license to any county agricultural society to conduct racing during its county fair notwithstanding a license may have been issued for racing on another track in such county.

(b) (c) Since the purpose of sections 2-1201 to 2-1218 is to encourage agriculture and horse breeding in Nebraska, every licensee

1 shall hold at least one race on each racing day limited to Nebraska-bred

- 2 horses, including thoroughbreds or quarter horses. Three percent of the
- 3 first money of every purse won by a Nebraska-bred horse shall be paid to
- 4 the breeder of such horse. Beginning September 1, 2005, through January
- 5 1, 2008, each licensee who holds a license for quarter horseracing shall,
- 6 for each live racing day, give preference to Nebraska-bred quarter horses
- 7 in at least one race in lieu of the requirements of this subdivision.
- 8 (2) For purposes of this section, Nebraska-bred horse shall mean a
- 9 horse registered with the Nebraska Thoroughbred or Quarter Horse Registry
- 10 and meeting the following requirements: (a) It shall have been foaled in
- 11 Nebraska; (b) its dam shall have been registered, prior to foaling, with
- 12 the Nebraska Thoroughbred or Quarter Horse Registry; and (c) its dam
- 13 shall have been continuously in Nebraska for ninety days immediately
- 14 prior to foaling, except that such ninety-day period may be reduced to
- 15 thirty days in the case of a mare in foal which is purchased at a
- 16 nationally recognized thoroughbred or quarter horse blood stock sale, the
- 17 name and pedigree of the mare being listed in the sale catalog, and which
- 18 is brought into this state and remains in this state for thirty days
- 19 immediately prior to foaling.
- The requirement that a dam shall be continuously in Nebraska for
- 21 either ninety days or thirty days, as specified in subdivision (2)(c) of
- 22 this section, shall not apply to a dam which is taken outside of Nebraska
- 23 to be placed for sale at a nationally recognized thoroughbred or quarter
- 24 horse blood stock sale, the name and pedigree of the mare being listed in
- 25 the sale catalog, or for the treatment of an extreme sickness or injury,
- 26 if written notice of such proposed sale or treatment is provided to the
- 27 secretary of the commission within three days of the date such horse is
- 28 taken out of the state.
- 29 The commission may designate official registrars for the purpose of
- 30 registration and to certify the eligibility of Nebraska-bred horses. An
- 31 official registrar shall perform such duties in accordance with policies

- 1 and procedures adopted and promulgated by the commission in the current
- 2 rules and regulations of the commission. The commission may authorize the
- 3 official registrar to collect specific fees as would reasonably
- 4 compensate the registrar for expenses incurred in connection with
- 5 registration of Nebraska-bred horses. The amount of such fee or fees
- 6 shall be established by the commission and shall not be changed without
- 7 commission approval. Fees shall not exceed one hundred dollars per horse.
- 8 Any decision or action taken by the official registrar shall be
- 9 subject to review by the commission or may be taken up by the commission
- 10 on its own initiative.
- 11 Sec. 10. Section 2-1215, Revised Statutes Supplement, 2021, is
- 12 amended to read:
- 13 2-1215 Any person, corporation, or association holding or conducting
- 14 any horserace or horserace meeting in connection with which the
- 15 parimutuel system of wagering is used or to be used, without a license
- 16 duly issued by the commission; or any person, corporation, or association
- 17 holding or conducting horseraces or horserace meetings in connection with
- 18 which any wagering is permitted otherwise than in the manner specified in
- 19 sections 2-1201 to 2-1218; or any person, corporation, or association
- 20 violating any of the provisions of sections 2-1201 to 2-1218 or any of
- 21 the rules and regulations prescribed by the commission, shall be guilty
- 22 of a Class IV felony I misdemeanor.
- 23 Sec. 11. Section 2-1218, Reissue Revised Statutes of Nebraska, is
- 24 amended to read:
- 25 2-1218 Any person who shall violate any provisions of section 2-1217
- 26 shall be guilty of a Class IV felony I misdemeanor.
- 27 Sec. 12. Section 2-1219, Revised Statutes Supplement, 2021, is
- 28 amended to read:
- 29 2-1219 (1) When any matter comes before the commission that may
- 30 cause financial benefit or detriment to a member of the commission, a
- 31 member of his or her immediate family, or a business with which the

- 1 member is associated, which is distinguishable from the effects of such
- 2 matter on the public generally or a broad segment of the public, such
- 3 member shall take the following actions as soon as he or she is aware of
- 4 such potential conflict or should reasonably be aware of such potential
- 5 conflict, whichever is sooner:
- 6 (a) Prepare a written statement describing the matter requiring 7 action or decision and the nature of the potential conflict;
- 8 (b) Deliver a copy of the statement to the executive director of the 9 commission; and
- (c) Recuse himself or herself from taking any action or making any decision relating to such matter in the discharge of his or her official duties as a member of the commission.
- (2) No horse in which any <u>commissioner or employee</u> of the commission has any interest shall be raced at any meet under the jurisdiction of the commission.
- (3) No <u>commissioner or employee</u> of the commission shall have a pecuniary interest or engage in any private employment in a profession or business which is regulated by or interferes or conflicts with the performance or proper discharge of the duties of the commission.
- 20 (4) No <u>commissioner or employee</u> of the commission shall wager or 21 cause a wager to be placed on the outcome of any race at a race meeting 22 which is under the jurisdiction and supervision of the commission.
- 23 (5) No <u>commissioner or employee</u> of the commission shall have a 24 pecuniary interest or engage in any private employment in a business 25 which does business with any racing association licensed by the 26 commission or in any business issued a concession operator license by the 27 commission.
- (6) Any commission employee violating this section shall forfeit his or her employment. Any violation of this section by a commissioner shall be considered cause for removal by the Governor in accordance with subsection (2) of section 2-1201.

- 1 (7) The commission shall include in its rules and regulations
- 2 prohibitions against actual or potential specific conflicts of interest
- 3 on the part of racing officials and other individuals licensed by the
- 4 commission.
- 5 Sec. 13. Section 2-1220, Reissue Revised Statutes of Nebraska, is
- 6 amended to read:
- 7 2-1220 It shall be unlawful for any person knowingly and willfully
- 8 to falsify, conceal, or cover up by any trick, scheme, or device a
- 9 material fact, or make any false, fictitious, or fraudulent statements or
- 10 representations, or make or use any false writing or document knowing the
- 11 same to contain any false, fictitious, or fraudulent statement or entry
- 12 regarding the prior racing record, pedigree, identity or ownership of a
- 13 registered animal in any matter related to the breeding, buying, selling,
- 14 or racing of such animal. Whoever violates any provision of this section
- 15 shall be guilty of a Class III felony fined not more than ten thousand
- 16 dollars or imprisoned for not more than five years, or be both so fined
- 17 and imprisoned.
- 18 Sec. 14. Section 2-1221, Revised Statutes Supplement, 2021, is
- 19 amended to read:
- 20 2-1221 Except as provided in section 2-1207, whoever directly or
- 21 indirectly accepts anything of value to be wagered or to be transmitted
- 22 or delivered for wager in any parimutuel system of wagering on horseraces
- 23 or delivers anything of value which has been received outside of the
- 24 enclosure of a racetrack holding a race meet licensed under sections
- 25 2-1201 to 2-1247 to be placed as wagers in the parimutuel pool within
- 26 such enclosure shall be guilty of a Class IV felony I misdemeanor.
- Sec. 15. Section 2-1222, Revised Statutes Supplement, 2021, is
- 28 amended to read:
- 29 2-1222 There is hereby created the Racing and Gaming Commission's
- 30 Racing Cash Fund from which shall be appropriated such amounts as are
- 31 available therefrom and as shall be considered incident to the

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- 1 administration of horseracing by the State Racing and Gaming Commission's
- 2 office. The fund shall contain all license fees and gross receipt taxes
- 3 collected by the commission as provided under sections 2-1203, 2-1203.01,
- 4 and 2-1208 relating to horseracing but shall not include taxes collected
- 5 pursuant to section 2-1208.01, and such fees and taxes collected shall be
- 6 remitted to the State Treasurer for credit to the Racing and Gaming
- 7 Commission's Racing Cash Fund. Money in the fund may be transferred to
- 8 the General Fund at the direction of the Legislature. The State Treasurer
- 9 shall transfer one hundred fifty thousand dollars from the fund to the
- 10 General Fund on or before June 15, 2018, on such dates and in such
- 11 amounts as directed by the budget administrator of the budget division of
- 12 the Department of Administrative Services. Any money in the Racing and
- 13 Gaming Commission's Racing Cash Fund available for investment shall be
- 14 invested by the state investment officer pursuant to the Nebraska Capital
- 15 Expansion Act and the Nebraska State Funds Investment Act.
- 16 Sec. 16. Original sections 2-1205, 2-1218, and 2-1220, Reissue
- 17 Revised Statutes of Nebraska, and sections 2-1201, 2-1202, 2-1203,
- 18 2-1203.02, 2-1207, 2-1208, 2-1211, 2-1213, 2-1215, 2-1219, 2-1221, and
- 19 2-1222, Revised Statutes Supplement, 2021, are repealed.
- 20 Sec. 17. The following section is outright repealed: Section
- 21 2-1213.01, Reissue Revised Statutes of Nebraska.