

FISCAL NOTE

LEGISLATIVE FISCAL ANALYST ESTIMATE

Revised per Select File Amendments

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)					
EXPENDITURES	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0
REVENUE	GENERAL	CASH	FEDERAL	REVOLVING	TOTAL
FY2025-2026	0	0	0	0	0
FY2026-2027	0	0	0	0	0
FY2027-2028	0	0	0	0	0
FY2028-2029	0	0	0	0	0

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

This fiscal note has been updated as a result of AM2320 and AM2077 which were adopted on Select File. AM2320 adds the provisions of LB 1120 and AM2077 changes the operative date of the bill to July 1, 2026 with the emergency clause.

LB 1001 was amended by AM1946 on General File. The bill, as amended, contains modified provisions of LB 1001 and also adds in modified provisions of LB 1047 and LB 828.

The details of LB 1001, as amended, are discussed below.

Modified Provisions of LB 1001

The bill allows for a holder of a racetrack enclosure license to petition the Racing and Gaming Commission to waive or modify the minimum requirements regarding racing meet days and live horseraces.

The bill provides that the official registrar of each breed shall distribute purse supplements and breeder and stallion awards and shall annually spend a minimum of 80% of all amounts deducted pursuant to subsection (2) of section 2-1207 on such purse supplements and breeder and stallion awards.

Under the bill, a racetrack enclosure license is valid for a period of up to three years, a change from a period of three years.

The bill changes the requirements regarding Nebraska-bred horses.

The bill changes that the Commission shall, instead of may, designate official registrars for the purpose of registration and to certify the eligibility of Nebraska-bred horses. The Commission may authorize the official registrar to collect specific fees as would reasonably compensate the registrar for expenses incurred in connection with registration of Nebraska-bred horses. Under the bill, fees shall not exceed \$200, a change from \$100, per horse. The bill provides that an owner or breeder that fails to register a horse that meets the requirements of subsection (2) of section 2-1213 to qualify as a Nebraska-bred horse within the specified timeframe shall be subject to an administrative fee of up to \$1,000 payable to the official registrar for the applicable breed. Any such fee shall be used to cover the costs of administering the official registrar's statutory duties.

The bill changes the requirements regarding interstate simulcast facility licenses.

The bill provides that 40% of the taxes collected pursuant to section 9-239, 9-344, 9-429, and 9-648 shall be available to the Charitable Gaming Division for administering and enforcing the acts listed in subsection (1) of section 9-1,101 and to the State Racing and Gaming Commission for providing administrative support for the Nebraska Commission on Problem Gambling.

The bill also removes the Nebraska Commission on Problem Gambling from being located within the Charitable Gaming Division of the Department of Revenue (DOR) for administrative purposes only and re-locates the Nebraska Commission on Problem Gambling into the Racing and Gaming Commission for administrative purposes only.

The bill provides that a person 19 years of age or older shall be allowed to play or participate in a keno lottery conducted in accordance with the Nebraska County and City Lottery Act at a licensed racetrack enclosure as long as such keno lottery is played in an area separate from the casino gaming floor where other games of chance are played.

Modified Provisions of LB 1047

The bill amends the Nebraska Bingo Act.

The bill changes the definition of bingo to incorporate the use of song titles, musical artists, or music genres in addition to utilizing numbers.

Under the bill, no person except a licensed organization shall award any prize with a value in excess of \$50, a change from \$25, for any bingo game.

The bill provides that a qualifying nonprofit organization may apply for and obtain 4 special event bingo permits per calendar year, not to exceed a total of 14 days in duration.

No bingo card used at a special event bingo shall be sold, rented, or leased for more than \$1, a change from \$0.25, per card.

No single prize shall be offered or awarded at a special event bingo which exceeds \$50, a change from \$25, in value.

No person under 18 years of age shall play or participate in any bingo game, except that any person may play bingo at a limited period bingo or special event bingo if no alcoholic beverages are served and no prize or prizes to be awarded exceed \$50, a change from \$25, in value per game.

Modified Provisions of LB 828

The bill amends section 9-701 to include any nonprofit organization or any agent or employee thereof in the definition of operator. Thus, this bill adds to the operators who can conduct gift enterprises.

Provisions of LB 1120

LB 1120 amends the Nebraska Lottery and Raffle Act.

The bill provides that a licensed organization may conduct a lottery or raffle that includes a progressive jackpot and multiple drawing dates for a game such as, but not limited to, the Queen of Hearts. In order to conduct a lottery or raffle in this method, such licensee shall:

- Register each such lottery or raffle game with the Department of Revenue (DOR); and
- Post the rules for such lottery or raffle in a visible location where such lottery or raffle is conducted or where tickets for such lottery or raffle are sold.

A licensed organization may sell a ticket for such lottery or raffle through a vending or dispensing device.

The DOR may adopt and promulgate rules and regulations for the conduct of a lottery or raffle utilizing this method.

The bill provides that such lottery or raffle shall only require 50% of the gross proceeds of such lottery or raffle to be used for awarding prizes.

The bill provides that except for such lottery or raffle, each ticket or stub shall have an equal chance of being chosen in the drawing.

The bill amends the Nebraska Small Lottery and Raffle Act.

The bill provides that a qualifying nonprofit organization may conduct a lottery or raffle that includes a progressive jackpot and multiple drawing dates for a game such as, but not limited to, the Queen of Hearts. In order to conduct lottery or raffle in this method, such organization shall:

- Register each such lottery or raffle game with the Department of Revenue (DOR); and
- post the rules for such lottery or raffle in a visible location where such lottery or raffle is conducted or where tickets for such lottery or raffle are sold.

A qualifying nonprofit organization may sell a ticket for such lottery or raffle through a vending or dispensing device.

The DOR may adopt and promulgate rules and regulations for the conduct of a lottery or raffle utilizing this method.

The bill provides that except for a lottery or raffle that includes a progressive jackpot and multiple drawing dates, each chance in a lottery or raffle of any qualifying nonprofit organization conducting a lottery or raffle that has gross proceeds not greater than \$15,000 shall have an equal likelihood of being a winning chance.

We estimate that as a result of this bill, Cash Fund appropriations are removed from the DOR for the Nebraska Commission on Problem Gambling with an increase in Cash Fund appropriations by the same amount of the Cash Fund decrease for the Nebraska Commission on Problem Gambling to the State Racing and Gaming Commission.

AM 2320 adds the language that licensed organizations may have progressively growing jackpots with multiple drawings to be held for one game/activity. It also adds that any lottery or raffle ticket may be sold from a vending/dispensing machine.

It is estimated that LB 1001 as amended will have minimal impact on General Fund revenues.

It is estimated that there will be no cost to the Department of Revenue to implement this bill.

LB 1001 AM 1946 AM 2077 AM 2320 contains an emergency clause and becomes law upon enactment.

ADMINISTRATIVE SERVICES STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSE

LB: 1001 AM: 1946, 2077, 2320 AGENCY/POLT. SUB: Department of Revenue

REVIEWED BY: Ryan Yang DATE: 3/10/2026 PHONE: (402) 471-4178

COMMENTS: The Department of Revenue assessment of minimal fiscal impact from LB 1001 as amended appears reasonable.