

PREPARED BY: Doug Gibbs
 DATE PREPARED: February 07, 2013
 PHONE: 402-471-0051

LB 642

Revision: 00

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2013-14		FY 2014-15	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

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

LB 642 amends Section 2-1215, regarding horseracing.

The bill would make it a Class IV felony for any person operating an advanced-deposit wagering system or secondary pari-mutuel organization to take or receive wagers from Nebraska residents on any thoroughbred horserace.

A secondary pari-mutuel wagering system is defined as a system whereby wagers are debited and payouts credited to an advanced-deposit account held by an association or secondary pari-mutuel organization.

In Nebraska the only place where legal pari-mutuel wagering may be conducted is within the enclosure of a racetrack licensed by the State Racing Commission.

The bill allows a Nebraska licensee to establish an advanced-deposit system at a licensed Nebraska racetrack.

The State Racing Commission indicates they are unable to determine a fiscal impact for either expenditures or revenue. The number of operators accepting these types of wagers or administering such a system is unknown.

We believe any fiscal impact to the state to be minimal.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES			
LB: 642	AM:	AGENCY/POLT. SUB: Nebraska Racing Commission	
REVIEWED BY: Cindy Miserez	DATE: 1/25/2013	PHONE: 402-471-4174	
COMMENTS: I have no basis to disagree with the Nebraska Racing Commission's statement.			

Please complete ALL (5) blanks in the first three lines.

2013

LB⁽¹⁾ 642 FISCAL NOTE

State Agency OR Political Subdivision Name: (2) Nebraska State Racing Commission

Prepared by: (3) Tom Sage Date Prepared: (4) 1-24-2013 Phone: (5) (402) 471-4155

ESTIMATE PROVIDED BY STATE AGENCY OR POLITICAL SUBDIVISION

	<u>FY 2013-2014</u>		<u>FY 2014-2015</u>	
	<u>EXPENDITURES</u>	<u>REVENUE</u>	<u>EXPENDITURES</u>	<u>REVENUE</u>
GENERAL FUNDS	_____	_____	_____	_____
CASH FUNDS	_____	_____	_____	_____
FEDERAL FUNDS	_____	_____	_____	_____
OTHER FUNDS	_____	_____	_____	_____
TOTAL FUNDS	<u>_____</u>	<u>_____</u>	<u>_____</u>	<u>_____</u>

Return by date specified or 72 hours prior to public hearing, whichever is earlier.

Explanation of Estimate:

The Racing Commission is unable to determine whether LB642 will have any effect on the Commission expenditures or revenue. LB642 makes it a felony for any ADW or SPMO operator to take wagers from Nebraska residents. The Commission is unable to determine how many operators are accepting wagers from Nebraska residents. The Commission has determined that investigating violations of provisions in LB1139 will require investigative resources. The Commission also believes that to prosecute a violator the Commission will need the assistance of state and local law enforcement, the attorney general's office and county attorneys.

The Commission believes that if the bill passes the Commission may see an increase in revenue because Nebraska residents would be required to wager at a license racetrack facility. The Commission is unable to determine what the increase might be.

MAJOR OBJECTS OF EXPENDITURE

Personal Services:

<u>POSITION TITLE</u>	<u>NUMBER OF POSITIONS</u>		<u>2012-2013</u>	<u>2013-2014</u>
	<u>13-14</u>	<u>14-15</u>	<u>EXPENDITURES</u>	<u>EXPENDITURES</u>
_____	_____	_____	_____	_____
_____	_____	_____	_____	_____
Benefits.....	_____	_____	_____	_____
Operating.....	_____	_____	_____	_____
Travel.....	_____	_____	_____	_____
Capital outlay.....	_____	_____	_____	_____
Aid.....	_____	_____	_____	_____
Capital improvements.....	_____	_____	_____	_____
TOTAL.....	_____	_____	_____	_____