ONE HUNDRED FOURTH LEGISLATURE - SECOND SESSION - 2016 COMMITTEE STATEMENT LR380CA

Hearing Date: Monday January 25, 2016

Committee On: General Affairs **Introducer:** Bloomfield

One Liner: Constitutional amendment to change the distribution of state lottery proceeds

Roll Call Vote - Final Committee Action:

Indefinitely postponed

Vote Results:

Aye: 7 Senators Schilz, Coash, Hansen, Hughes, Kolterman, Larson,

McCollister

Nay: 1 Senator Riepe

Absent:

Present Not Voting:

Verbal Testimony:

Proponents: Representing:

Senator Dave Bloomfield Self Scott Japp Self

Opponents: Representing:

Mark Brohman Nebraska Environmental Trust

Joseph McDermott Nebraska State Fair
Chris Kircher Nebraska State Fair Board

Kristyn Harms Norris High School

Jaclyn Heinrich Norris High School/ FFA/ 4-H

Cindy Johnson Grand Island Chamber of Commerce

David Sands Nebraska Land Trust and Nebraska Sportsmen's

Foundation

Nicole Fleck-Tooze City of Lincoln

Chelsea Johnson Nebraska League of Conservation Voters

Neutral: Representing:

Summary of purpose and/or changes:

The Nebraska Lottery began operating on September 11, 1993 and has generated a total of \$581,790,148 for its beneficiaries. In 2004, LR 209CA was passed by the Legislature and was approved by voters as Amendment 4 in the 2004 general election, which established the current allocation of state lottery funds as follows:

Nebraska Environmental Trust Fund......44 1/2 percent

Education as directed by the Legislature......44 1/2 percent

Nebraska State Fair Board 10 percent

Compulsive Gamblers Assistance Fund....... 1 percent

(in addition to an initial \$500,000)

LR 380CA would adjust the revenue allocations as follows:
Nebraska Environmental Trust Fund26 1/2 percent (-18 percent) Education as directed by the Legislature65 percent (20 1/2 percent) Nebraska State Fair Board7 1/2 percent (-2 1/2 percent)
Compulsive Gamblers Assistance Fund 1 percent (in addition to an initial \$500,000)
In 2015, \$37,489,054 was allocated to the four beneficiaries as follows:
Compulsive Gamblers Assistance Fund \$869,911 Education Innovation Fund \$7,305,733
Nebraska Opportunity Grant Fund\$9,155,285 Nebraska Environmental Trust Fund\$16,459,019 Nebraska State Fair\$3,699,106
The allocation for "education as directed by the Legislature" is currently divided between the Education Innovation Fundand the Nebraska Opportunity Grant Fund (renamed in 2010 from the Nebraska Scholarship fund).
If the Legislature were to pass LR 380CA, then the resolution would be presented to the Secretary of State to be placed on the 2016 general election ballot.
Tyson Larson, Chairperson