ONE HUNDRED EIGHTH LEGISLATURE

FIRST SPECIAL SESSION

LEGISLATIVE RESOLUTION 3CA

PROPOSED CONSTITUTIONAL AMENDMENT

Introduced by Bostar, 29.

Read first time July 25, 2024

Committee:

- 1 THE MEMBERS OF THE ONE HUNDRED EIGHTH LEGISLATURE OF NEBRASKA, FIRST
- 2 SPECIAL SESSION, RESOLVE THAT:
- 3 Section 1. At the general election in November 2024, the following
- 4 proposed amendment to the Constitution of Nebraska shall be submitted to
- 5 the electors of the State of Nebraska for approval or rejection:
- 6 To amend Article III, section 24:
- 7 III-24 (1) Except as provided in this section, the Legislature shall
- 8 not authorize any game of chance or any lottery or gift enterprise when
- 9 the consideration for a chance to participate involves the payment of
- 10 money for the purchase of property, services, or a chance or admission
- 11 ticket or requires an expenditure of substantial effort or time.
- 12 (2) The Legislature may authorize and regulate a state lottery
- 13 pursuant to subsection (3) of this section and other lotteries, raffles,
- 14 and gift enterprises which are intended solely as business promotions or
- 15 the proceeds of which are to be used solely for charitable or community
- 16 betterment purposes without profit to the promoter of such lotteries,
- 17 raffles, or gift enterprises.
- 18 (3)(a) The Legislature may establish a lottery to be operated and
- 19 regulated by the State of Nebraska. The proceeds of the lottery shall be
- 20 appropriated by the Legislature for the costs of establishing and
- 21 maintaining the lottery and for the following purposes, as directed by
- 22 the Legislature:
- 23 (i) The first five hundred thousand dollars after the payment of

- 1 prizes and operating expenses shall be transferred to the Compulsive
- 2 Gamblers Assistance Fund;
- 3 (ii) Forty-four and one-half percent of the money remaining after
- 4 the payment of prizes and operating expenses and the initial transfer to
- 5 the Compulsive Gamblers Assistance Fund shall be transferred to the
- 6 Nebraska Environmental Trust Fund to be used as provided in the Nebraska
- 7 Environmental Trust Act;
- 8 (iii) Forty-four and one-half percent of the money remaining after
- 9 the payment of prizes and operating expenses and the initial transfer to
- 10 the Compulsive Gamblers Assistance Fund shall be used for education as
- 11 the Legislature may direct;
- 12 (iv) Ten percent of the money remaining after the payment of prizes
- 13 and operating expenses and the initial transfer to the Compulsive
- 14 Gamblers Assistance Fund shall be transferred to the Nebraska State Fair
- 15 Board if the most populous city within the county in which the fair is
- 16 located provides matching funds equivalent to ten percent of the funds
- 17 available for transfer. Such matching funds may be obtained from the city
- 18 and any other private or public entity, except that no portion of such
- 19 matching funds shall be provided by the state. If the Nebraska State Fair
- 20 ceases operations, ten percent of the money remaining after the payment
- 21 of prizes and operating expenses and the initial transfer to the
- 22 Compulsive Gamblers Assistance Fund shall be transferred to the General
- 23 Fund; and
- (v) One percent of the money remaining after the payment of prizes
- 25 and operating expenses and the initial transfer to the Compulsive
- 26 Gamblers Assistance Fund shall be transferred to the Compulsive Gamblers
- 27 Assistance Fund.
- 28 (b) No lottery game shall be conducted as part of the lottery unless
- 29 the type of game has been approved by a majority of the members of the
- 30 Legislature.
- 31 (4) Nothing in this section shall be construed to prohibit (a) the

- 1 enactment of laws providing for the licensing and regulation of wagering
- 2 on the results of horseraces, wherever run, either within or outside of
- 3 the state, by the parimutuel method, when such wagering is conducted by
- 4 licensees within a licensed racetrack enclosure or (b) the enactment of
- 5 laws providing for the licensing and regulation of bingo games conducted
- 6 by nonprofit associations which have been in existence for a period of
- 7 five years immediately preceding the application for license, except that
- 8 bingo games cannot be conducted by agents or lessees of such associations
- 9 on a percentage basis.
- 10 (5) This section shall not apply to any law which is enacted
- 11 contemporaneously with the adoption of this subsection or at any time
- 12 thereafter and which provides for the licensing, authorization,
- 13 regulation, or taxation of all forms of games of chance when such games
- 14 of chance are conducted by authorized gaming operators within a licensed
- 15 racetrack enclosure. Any authorized gaming operator conducting sports
- 16 wagering within a licensed racetrack enclosure may allow a sports wager
- 17 <u>to be placed by means of a mobile or electronic platform that is offered</u>
- 18 by or in partnership with such authorized gaming operator as long as the
- 19 individual placing the sports wager is located inside the State of
- 20 <u>Nebraska at the time the sports wager is placed.</u>
- 21 Sec. 2. The proposed amendment shall be submitted to the electors
- 22 in the manner prescribed by the Constitution of Nebraska, Article XVI,
- 23 section 1, with the following ballot language:
- A constitutional amendment to permit an authorized gaming operator
- 25 conducting sports wagering within a licensed racetrack enclosure to allow
- 26 a sports wager to be placed by an individual located within the State of
- 27 Nebraska at the time the individual places the sports wager by means of a
- 28 mobile or electronic platform.
- 29 For
- 30 Against.