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LEGISLATIVE BILL 479

Approved by the Governor March 24, 1999

Introduced by Schellpeper, 18

AN ACT relating to the state lottery; to amend sections 9-803 and 9-805, Reissue Revised Statutes of Nebraska; to change provisions relating to major procurements and agreements; and to repeal the original sections.

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

Section 1. Section 9-803, Reissue Revised Statutes of Nebraska, is amended to read:

9-803. For purposes of the State Lottery Act:

- (1) Director shall mean the Director of the Lottery Division;
- (2) Division shall mean the Lottery Division of the Department of Revenue;
- (3) Lottery contractor shall mean a lottery vendor or lottery game retailer with whom the division has contracted for the purpose of providing goods or services for the state lottery;
- (4) Lottery game shall mean any variation of the following types of games:
- (a) An instant-win game in which disposable tickets contain certain preprinted winners which are determined by rubbing or scraping an area or areas on the tickets to match numbers, letters, symbols, or configurations, or any combination thereof, as provided by the rules of the game. An instant-win game may also provide for preliminary and grand prize drawings conducted pursuant to the rules of the game. An instant-win game shall not include the use of any pickle card as defined in section 9-315; and
- (b) An on-line lottery game in which lottery game retailer terminals are hooked up to a central computer via a telecommunications system through which (i) a player selects a specified group of numbers or symbols out of a predetermined range of numbers or symbols and purchases a ticket bearing the player-selected numbers or symbols for eligibility in a drawing regularly scheduled in accordance with game rules or (ii) a player purchases a ticket bearing randomly selected numbers for eligibility in a drawing regularly scheduled in accordance with game rules.

Lottery game shall not be construed to mean any video lottery game;

- (5) Lottery game retailer shall mean a person who contracts with or seeks to contract with the division to sell tickets in lottery games to the public;
- (6) Lottery vendor shall mean any person who submits a bid, proposal, or offer as part of a major procurement;
- (7) Major procurement shall mean any procurement or contract for the purchase or lease of goods or services unique to or used primarily for the operation of the state lottery in excess of fifteen thousand dollars, including the printing of tickets, the provision of terminals and other and transportation, equipment, accounting, consulting, and advertising services unique to the operation of the state lottery in excess of fifteen thousand dollars for the printing of tickets used in any lottery game, security services, consulting services, advertising services, any goods or services involving the receiving or recording of number selections in any lottery game, or any goods or services involving the determination of winners in any lottery game. Major procurement shall include production of instant-win tickets, procurement of on-line gaming systems and drawing equipment, or retaining the services of a consultant who will have access to any goods or services involving the receiving or recording of number selections or determination of winners in any lottery game; and
- (8) Ticket or lottery ticket shall mean any tangible evidence authorized by the division to prove participation in a lottery game.
- Sec. 2. Section 9-805, Reissue Revised Statutes of Nebraska, is amended to read:
- 9-805. The Tax Commissioner may enter into written agreements with one or more government-authorized lotteries to participate in the conduct and operation of lottery games and may enter into written agreements with one or more government-authorized lotteries or other persons, entities, organizations, or associations to purchase goods or services in support of lottery games when necessary or desirable to make lottery games more remunerative for the State of Nebraska, except that no lottery game may be introduced in this state which is inconsistent with the intent and purpose of

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or which violates the State Lottery Act so long as the games and purchases are consistent with the State Lottery Act. Major procurement purchase requirements under the act shall only apply to the Nebraska portion of any purchase made through the agreements.

Sec. 3. Original sections 9-803 and 9-805, Reissue Revised Statutes of Nebraska, are repealed.