

# Agency 016 - DEPT OF REVENUE

---

## **STATUTORY AUTHORITY:**

The Department of Revenue (Department) was created by the 1969 Legislature's enactment of Neb. Rev. Stat. § 77-360 (Reissue 1943), effective on January 1, 1970, and the Tax Commissioner was designated as the Department's chief executive or director. The Tax Commissioner's office originated during the Constitutional Convention in 1919-1920. Article IV, Section 28, of the Constitution and Neb. Rev. Stat. § 77-361 (Reissue 2009), gives the Department, under the direction of the Tax Commissioner, authority over the administration of all revenue laws of the state. Statutes regarding the Tax Commissioner and the Department are primarily contained in Chapters 66, 76, and 77 of the Revised Statutes of Nebraska.

## **VISION:**

The Department will administer the revenue, property, motor fuels, charitable gaming, and lottery laws of the state in the most efficient and effective manner possible using current technology and resources to collect revenue, receive returns, and provide service to Nebraska taxpayers.

## **MISSION AND PRINCIPLES:**

The Department's mission is to serve the public by administering the state revenue laws with integrity, efficiency, and consistency.

## **GOALS:**

Responsiveness - Provide the information and education Nebraska taxpayers need to fulfill their tax obligations and understand the Nebraska tax system.

Efficiency - Implement cost effective ways to provide services and conduct business.

Reduce Redundancy - Eliminate duplicate efforts within the Department as well as between other agencies of state government. Improve communications across the Department to assure the highest level of performance from all staff members.

## Agency 016 - DEPT OF REVENUE

### Financial Data

	FY16 Actual	FY17 Approp	FY18 Request	FY18 Recomm	FY19 Request	FY19 Recomm
<b>Operations Funding</b>						
General Fund	27,085,299	27,551,068	28,330,445	27,174,307	28,993,776	27,424,202
Cash Fund	25,511,991	27,886,700	28,148,552	27,617,378	28,197,454	27,472,800
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>52,597,290</b>	<b>55,437,768</b>	<b>56,478,997</b>	<b>54,791,685</b>	<b>57,191,230</b>	<b>54,897,002</b>
<b>Aid Funding</b>						
General Fund	71,448,249	92,115,000	90,800,000	93,400,000	93,900,000	97,205,500
Cash Fund	203,496,455	205,200,000	225,275,000	225,200,000	225,275,000	225,150,000
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>274,944,705</b>	<b>297,315,000</b>	<b>316,075,000</b>	<b>318,600,000</b>	<b>319,175,000</b>	<b>322,355,500</b>
<b>Total Funding</b>						
General Fund	98,533,549	119,666,068	119,130,445	120,574,307	122,893,776	124,629,702
Cash Fund	229,008,447	233,086,700	253,423,552	252,817,378	253,472,454	252,622,800
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Agency</b>	<b>327,541,995</b>	<b>352,752,768</b>	<b>372,553,997</b>	<b>373,391,685</b>	<b>376,366,230</b>	<b>377,252,502</b>

**Agency 016 - DEPT OF REVENUE**  
**Program 013 - SALARY-STATE TAX COMMISSIONER**

---

**PROGRAM DESCRIPTION:**

This is the Tax Commissioner's salary and is a separate program because the Tax Commissioner is a constitutionally designated officer.

**PROGRAM OBJECTIVES:**

The Tax Commissioner serves as the chief executive officer of the Department of Revenue (Department). As CEO of the Department, the Tax Commissioner is responsible for the development of policies and procedures for revenue collection at the state and local levels and is also responsible for the administration and collection of all state revenues as provided by law.

**PERFORMANCE MEASURES:**

The goal of the Tax Commissioner is to operate the Department of Revenue in the most efficient, effective, and economical manner possible while still achieving all the legislative mandates prescribed by statute. The goals and objectives outlined for the agency are set by the Tax Commissioner. Evaluation measures for this program are the accomplishment of the goals outlined in the agency and program narratives. The evaluation of these measures is made by the Governor.

**Agency 016 - DEPT OF REVENUE**  
**Program 013 - SALARY-STATE TAX COMMISSIONER**

---

**Financial Data**

	<b>FY16 Actual</b>	<b>FY17 Approp</b>	<b>FY18 Request</b>	<b>FY18 Recomm</b>	<b>FY19 Request</b>	<b>FY19 Recomm</b>
<b>Operations Funding</b>						
General Fund	87,075	207,422	213,363	210,335	219,530	213,351
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>87,075</b>	<b>207,422</b>	<b>213,363</b>	<b>210,335</b>	<b>219,530</b>	<b>213,351</b>
<b>Aid Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Funding</b>						
General Fund	87,075	207,422	213,363	210,335	219,530	213,351
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>87,075</b>	<b>207,422</b>	<b>213,363</b>	<b>210,335</b>	<b>219,530</b>	<b>213,351</b>

# Agency 016 - DEPT OF REVENUE

## Program 102 - REVENUE ADMINISTRATION

---

### **PROGRAM DESCRIPTION:**

The Revenue Administration Program is the primary operating and funding program for the Department of Revenue (Department). The majority of General Fund revenues for the state are derived from tax programs that are considered to be program 102 taxes such as sales, income, and a number of miscellaneous taxes. These programs generate revenue for the state and administrative responsibilities for program 102. These responsibilities include, but are not limited to: tax policy development; economic research; taxpayer education and assistance; communications; legal; audit; enforcement; collections; tax processing operations; information technology; finance; budget; human resources; and administrative services.

### **PROGRAM OBJECTIVES:**

Revenue Administration has three main objectives: 1) efficiently administer the State's revenue laws through processing systems, education, compliance, and enforcement activities; 2) provide tax assistance to Nebraska taxpayers; and 3) provide statistical information and projections of anticipated tax revenues to the Legislature and other interested parties. The Department directly administers all state tax programs with the exception of liquor, insurance, and some miscellaneous taxes, and collects approximately 98% of all General Fund revenues.

### **PERFORMANCE MEASURES:**

The Department uses a variety of methods in analyzing performance as it relates to the following program objectives: 1) efficiently administer the State's revenue laws through timely processing of returns, education, compliance, and enforcement activities; 2) provide assistance to Nebraska taxpayers; and 3) provide statistical information and projections of anticipated tax revenues to the Legislature and other interested parties. A key element of the Department's measurement process is an emphasis on providing quality service in a timely manner.

**Agency 016 - DEPT OF REVENUE**  
**Program 102 - REVENUE ADMINISTRATION**

**Financial Data**

	<b>FY16 Actual</b>	<b>FY17 Approp</b>	<b>FY18 Request</b>	<b>FY18 Recomm</b>	<b>FY19 Request</b>	<b>FY19 Recomm</b>
<b>Operations Funding</b>						
General Fund	25,370,107	25,543,901	26,267,713	25,209,921	26,674,272	25,231,080
Cash Fund	1,551,695	1,963,185	2,015,231	1,955,330	2,069,056	1,981,914
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>26,921,802</b>	<b>27,507,086</b>	<b>28,282,944</b>	<b>27,165,251</b>	<b>28,743,328</b>	<b>27,212,994</b>
<b>Aid Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Funding</b>						
General Fund	25,370,107	25,543,901	26,267,713	25,209,921	26,674,272	25,231,080
Cash Fund	1,551,695	1,963,185	2,015,231	1,955,330	2,069,056	1,981,914
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>26,921,802</b>	<b>27,507,086</b>	<b>28,282,944</b>	<b>27,165,251</b>	<b>28,743,328</b>	<b>27,212,994</b>

# Agency 016 - DEPT OF REVENUE

## Program 108 - HOMESTEAD EXEMPTION

---

### **PROGRAM DESCRIPTION:**

This program provides property tax relief to special categories of qualified homeowners through state funded reimbursements to counties for property taxes not collected due to the granting of homestead exemptions. This program was created by LB 65 in 1979. Neb. Rev. Stat §§ 77-3501 through 77-3529.

### **PROGRAM OBJECTIVES:**

This program provides the reimbursement from the General Fund to counties for the revenue lost due to this provision of statutes.

### **PERFORMANCE MEASURES:**

Payment is made to the counties in six as equal as possible payments from January to June.

**Agency 016 - DEPT OF REVENUE**  
**Program 108 - HOMESTEAD EXEMPTION**

---

**Financial Data**

	<b>FY16 Actual</b>	<b>FY17 Approp</b>	<b>FY18 Request</b>	<b>FY18 Recomm</b>	<b>FY19 Request</b>	<b>FY19 Recomm</b>
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Aid Funding</b>						
General Fund	71,448,249	72,515,000	74,800,000	78,200,000	76,900,000	81,005,500
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>71,448,249</b>	<b>72,515,000</b>	<b>74,800,000</b>	<b>78,200,000</b>	<b>76,900,000</b>	<b>81,005,500</b>
<b>Total Funding</b>						
General Fund	71,448,249	72,515,000	74,800,000	78,200,000	76,900,000	81,005,500
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>71,448,249</b>	<b>72,515,000</b>	<b>74,800,000</b>	<b>78,200,000</b>	<b>76,900,000</b>	<b>81,005,500</b>



**Agency 016 - DEPT OF REVENUE**  
**Program 109 - PERSONAL PROPERTY TAX EXEMPTION**

---

**PROGRAM DESCRIPTION:**

This program was created by LB 259 in 2015. Beginning in tax year 2016, every taxpayer timely filing a personal property return is granted an exemption on the first \$10,000 of value reported on that return. County assessors file a personal property abstract with the Property Tax Administrator, which the Department uses to calculate a compensating exemption factor for public service entities, railroads, air carriers, and car line companies. This program provides state funded reimbursements to counties for property taxes not collected due to the granting of the personal property exemption.

**PROGRAM OBJECTIVES:**

This program provides for the reimbursement from the General Fund to counties for the revenue lost due to this provision of statutes.

**PERFORMANCE MEASURES:**

Reimbursement of locally assessed property tax loss is made to the counties in two approximately equal installments on the last days of February and June in the year following the tax year for which the locally assessed tax loss occurred. Reimbursement for centrally assessed personal property tax loss will be made on or before February 15. The amount of tax loss reimbursement for centrally assessed property will be determined by the Property Tax Administrator and distributed to various political subdivisions based on statutory formulas.

**Agency 016 - DEPT OF REVENUE**  
**Program 109 - PERSONAL PROPERTY TAX EXEMPTION**

---

**Financial Data**

	<b>FY16 Actual</b>	<b>FY17 Approp</b>	<b>FY18 Request</b>	<b>FY18 Recomm</b>	<b>FY19 Request</b>	<b>FY19 Recomm</b>
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Aid Funding</b>						
General Fund	0	19,600,000	16,000,000	15,200,000	17,000,000	16,200,000
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>0</b>	<b>19,600,000</b>	<b>16,000,000</b>	<b>15,200,000</b>	<b>17,000,000</b>	<b>16,200,000</b>
<b>Total Funding</b>						
General Fund	0	19,600,000	16,000,000	15,200,000	17,000,000	16,200,000
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>0</b>	<b>19,600,000</b>	<b>16,000,000</b>	<b>15,200,000</b>	<b>17,000,000</b>	<b>16,200,000</b>

# Agency 016 - DEPT OF REVENUE

## Program 111 - MOTOR FUEL TAX

---

### **PROGRAM DESCRIPTION:**

The Motor Fuels Division (Division) was created in 1991 under Neb. Rev. Stat. § 66-738. The Division is responsible for the administration and enforcement of the motor fuels excise taxes, including the following programs:

- Motor fuels tax (motor vehicle fuels and diesel fuels);
- Compressed fuels tax;
- Aircraft fuels tax; and
- Petroleum release remedial action fee.

### **PROGRAM OBJECTIVES:**

This program's objectives include: 1) administering all motor fuels tax programs; 2) providing assistance to taxpayers regarding motor fuels tax programs; and 3) ensuring compliance with laws through an increased emphasis on collections, audit, and investigation activities.

The Division assists taxpayers with licensing and electronically filing required returns and reports. The Division also reviews the filed data by matching it to the data filed by other entities; as well as matching the data to information received from other states, to discover unreported loads of fuel.

### **PERFORMANCE MEASURES:**

In support of these objectives, the Division: conducts reviews and audits of licensees and claimants, maintaining a presence across the state, as well as conducting field work at non-Nebraska taxpayer sites; timely processes returns, reports and other data received; works with other state agencies to improve enforcement efforts; and ensures training of both staff and taxpayers.

## Agency 016 - DEPT OF REVENUE Program 111 - MOTOR FUEL TAX

### Financial Data

	FY16 Actual	FY17 Approp	FY18 Request	FY18 Recomm	FY19 Request	FY19 Recomm
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	1,441,798	1,679,279	1,728,521	1,595,588	1,782,808	1,617,661
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>1,441,798</b>	<b>1,679,279</b>	<b>1,728,521</b>	<b>1,595,588</b>	<b>1,782,808</b>	<b>1,617,661</b>
<b>Aid Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	1,441,798	1,679,279	1,728,521	1,595,588	1,782,808	1,617,661
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>1,441,798</b>	<b>1,679,279</b>	<b>1,728,521</b>	<b>1,595,588</b>	<b>1,782,808</b>	<b>1,617,661</b>

# Agency 016 - DEPT OF REVENUE

## Program 112 - PROPERTY TAX ASSESSMENT

---

### **PROGRAM DESCRIPTION:**

Effective July 1, 2007, the former Department of Property Assessment and Taxation merged into the Department of Revenue, becoming the Property Assessment Division. The Property Assessment Division (Division) is directed by the Property Tax Administrator, who is appointed by the Governor, with the approval of a majority of the members of the Legislature, and serves under the general supervision of the Tax Commissioner. See Neb. Rev. Stat. §§ 77-701 through 77-702.

### **PROGRAM OBJECTIVES:**

The objectives of the Division are to develop information that assists administrators, taxpayers, and beneficiaries of property taxes to make informed decisions concerning the quality of the assessment function of the property tax system in Nebraska.

### **PERFORMANCE MEASURES:**

The Division uses various mechanisms to measure performance objectives. The Division maintains a user-friendly sales file system that allows for the verification of sales and the measurement of assessment practices. Emphasis is placed on providing high quality assistance in a cost efficient manner, and providing computer programs that allow for timely and effective filing and analysis. Detailed information on the program's performance measures can be found in the Department's 2017-2019 biennial budget request submission at <https://das-nebs.ne.gov/public/faces/publicIndex.jsp>.

**Agency 016 - DEPT OF REVENUE**  
**Program 112 - PROPERTY TAX ASSESSMENT**

**Financial Data**

	<b>FY16 Actual</b>	<b>FY17 Approp</b>	<b>FY18 Request</b>	<b>FY18 Recomm</b>	<b>FY19 Request</b>	<b>FY19 Recomm</b>
<b>Operations Funding</b>						
General Fund	1,628,117	1,799,745	1,849,369	1,754,051	2,099,974	1,979,771
Cash Fund	853,915	850,318	873,882	827,155	700,000	635,031
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>2,482,032</b>	<b>2,650,063</b>	<b>2,723,251</b>	<b>2,581,206</b>	<b>2,799,974</b>	<b>2,614,802</b>
<b>Aid Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Funding</b>						
General Fund	1,628,117	1,799,745	1,849,369	1,754,051	2,099,974	1,979,771
Cash Fund	853,915	850,318	873,882	827,155	700,000	635,031
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>2,482,032</b>	<b>2,650,063</b>	<b>2,723,251</b>	<b>2,581,206</b>	<b>2,799,974</b>	<b>2,614,802</b>

**Agency 016 - DEPT OF REVENUE**  
**Program 132 - PROPERTY TAX CREDIT PROGRAM**

---

**PROGRAM DESCRIPTION:**

This program provides a real property tax credit based upon the valuation of each parcel of real property compared to the valuation of all real property in the state. If the real property owner qualifies for a homestead exemption under Neb. Rev. Stat §§ 77-3501 through 77-3529, the homestead owner is qualified for the relief to the extent of any remaining liability after applying the homestead exemption. The property tax credit is required to be displayed on the counties' tax lists and tax statements. The Act was created by 2007 Neb. Laws LB 367, found in Neb. Rev. Stat. §§ 77-4210 through 77-4212.

**PROGRAM OBJECTIVES:**

This program provides for a disbursement of state monies to each county for the reimbursement of taxes levied upon real property by the local political subdivisions.

**PERFORMANCE MEASURES:**

The School District Taxable Value Report certified to the Property Tax Administrator by every county assessor on or before August 25, pursuant to Neb. Rev. Stat. § 79-1016, is the document used to determine the state's total real property valuation and each county's real property valuation. The Property Tax Administrator is required to determine the amount to be disbursed in each county and certify these amounts to the State Treasurer and each county on or before September 15. This program provides for disbursement of the state monies to the county in two equal payments, on or before January 31 and April 1, respectively.

**Agency 016 - DEPT OF REVENUE**  
**Program 132 - PROPERTY TAX CREDIT PROGRAM**

---

**Financial Data**

	<b>FY16 Actual</b>	<b>FY17 Approp</b>	<b>FY18 Request</b>	<b>FY18 Recomm</b>	<b>FY19 Request</b>	<b>FY19 Recomm</b>
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Aid Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	202,338,646	204,000,000	224,000,000	224,000,000	224,000,000	224,000,000
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>202,338,646</b>	<b>204,000,000</b>	<b>224,000,000</b>	<b>224,000,000</b>	<b>224,000,000</b>	<b>224,000,000</b>
<b>Total Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	202,338,646	204,000,000	224,000,000	224,000,000	224,000,000	224,000,000
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>202,338,646</b>	<b>204,000,000</b>	<b>224,000,000</b>	<b>224,000,000</b>	<b>224,000,000</b>	<b>224,000,000</b>



# Agency 016 - DEPT OF REVENUE

## Program 160 - LOTTERY ADMINISTRATION

---

### **PROGRAM DESCRIPTION:**

The purpose of the Nebraska Lottery is to generate proceeds for good causes as determined by the voters and the Legislature, while providing quality entertainment options to Nebraskans. As authorized by the State Lottery Act, the Lottery sells both instant-win (scratch) and online (lotto) tickets. The Lottery is required to transfer at least \$20,229,700 or 22% of yearly ticket sales, whichever is greater. The Nebraska Constitution provides for the distribution of Lottery transfers on a percentage basis to defined beneficiaries, as follows: the Environmental Trust Fund (44.5 percent), education as determined by the Legislature (44.5 percent), the Nebraska State Fair (10 percent), and the Compulsive Gamblers Assistance Fund (1 percent plus the first \$500,000 in proceeds each year).

### **PROGRAM OBJECTIVES:**

The objectives of the Lottery are:

- 1) Transfer proceeds of at least \$42,000,000 to the beneficiary funds each fiscal year;
- 2) Offer Lottery products and promotions which provide an optimal entertainment value; and
- 3) Offer Lottery products which have a high level of integrity within the game structures, the distribution channels, and the operations of the Lottery.

### **PERFORMANCE MEASURES:**

Recent accomplishments::

- A matrix update for Powerball leading to higher jackpots, as requested by players;
- Finalizing a contract extension until 2021 with the instant ticket and online system vendor that locked in advantageous rates and additional contract deliverables;
- Finalization of a new contract for advertising that decreased the compensation rate paid from 10.25% of the advertising budget to 9.75%;
- FY2016 sales and transfers to beneficiary funds were the highest in the 23-year history;
- A revamp of the mobile app to provide better access to Lottery news, offerings, and drawing data; and
- Completion of a state-wide retail compliance project designed to ensure that Lottery retailers were being fair and honest with winning players.

**Agency 016 - DEPT OF REVENUE**  
**Program 160 - LOTTERY ADMINISTRATION**

---

**Financial Data**

	<b>FY16 Actual</b>	<b>FY17 Approp</b>	<b>FY18 Request</b>	<b>FY18 Recomm</b>	<b>FY19 Request</b>	<b>FY19 Recomm</b>
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	19,494,834	20,708,770	20,765,968	20,731,976	20,823,308	20,755,840
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>19,494,834</b>	<b>20,708,770</b>	<b>20,765,968</b>	<b>20,731,976</b>	<b>20,823,308</b>	<b>20,755,840</b>
<b>Aid Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	19,494,834	20,708,770	20,765,968	20,731,976	20,823,308	20,755,840
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>19,494,834</b>	<b>20,708,770</b>	<b>20,765,968</b>	<b>20,731,976</b>	<b>20,823,308</b>	<b>20,755,840</b>

# Agency 016 - DEPT OF REVENUE

## Program 164 - GAMBLERS ASSISTANCE

---

### **PROGRAM DESCRIPTION:**

The Gamblers Assistance Program is managed by the nine-member independent Commission on Problem Gambling. The Commission's first duty as defined by statute is to "develop guidelines and standards for the operation of the program and ... direct the distribution and disbursement of money in the Gamblers Assistance Fund." It is the Legislature's intent that the program's funding be used "primarily for counseling and treatment services for problem gamblers and their families who are residents of Nebraska." The Commission is also directed to provide training and certification of counselors, contract for services, promote public awareness of problem gambling and available treatment services, and evaluate the existence and scope of problem gambling and its consequences in Nebraska.

### **PROGRAM OBJECTIVES:**

LB 6 established a list of objectives for the Gamblers Assistance Program: (1) provide counseling and treatment services in Nebraska; (2) provide a process for evaluation and approval of provider contracts; (3) develop standards and guidelines for training and certification of counselors; (4) create and implement outreach and education programs; (5) promote public awareness of the existence of problem gambling and the availability of treatment services; and (6) review and use data to evaluate the existence and scope of problem gambling in Nebraska and its consequences. The primary funding source is the Gamblers Assistance Fund, which receives proceeds from the Nebraska lottery and charitable gaming. This fund is to be used primarily for counseling and treatment services.

### **PERFORMANCE MEASURES:**

The Gamblers Assistance Program has a primary responsibility to offer counseling services to Nebraskans suffering adverse effects from disordered gambling. New counselors have been trained and are offering this service in previously unserved and underserved communities. Estimates are that a very small percentage of addicted gamblers will seek this help, and those who do wait until their problems are severe. It takes several months for a new counselor to develop a client base. The Program focuses on assisting new counselors, as well as long-term counselors, to increase public awareness of this program and the services it offers. The Program also focuses on prevention and harm reduction, by education and information campaigns designed to improve understanding of the myths and facts about gambling.

**Agency 016 - DEPT OF REVENUE  
Program 164 - GAMBLERS ASSISTANCE**

---

**Financial Data**

	<b>FY16 Actual</b>	<b>FY17 Approp</b>	<b>FY18 Request</b>	<b>FY18 Recomm</b>	<b>FY19 Request</b>	<b>FY19 Recomm</b>
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	567,606	680,568	709,761	682,326	713,876	634,139
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>567,606</b>	<b>680,568</b>	<b>709,761</b>	<b>682,326</b>	<b>713,876</b>	<b>634,139</b>
<b>Aid Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	1,157,810	1,200,000	1,275,000	1,200,000	1,275,000	1,150,000
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>1,157,810</b>	<b>1,200,000</b>	<b>1,275,000</b>	<b>1,200,000</b>	<b>1,275,000</b>	<b>1,150,000</b>
<b>Total Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	1,725,416	1,880,568	1,984,761	1,882,326	1,988,876	1,784,139
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>1,725,416</b>	<b>1,880,568</b>	<b>1,984,761</b>	<b>1,882,326</b>	<b>1,988,876</b>	<b>1,784,139</b>

# Agency 016 - DEPT OF REVENUE

## Program 165 - CHARITABLE GAMING

---

### **PROGRAM DESCRIPTION:**

The Charitable Gaming Division issues licenses and regulates licensees conducting charitable gaming activities. Charitable Gaming retains 40% of the taxes collected for administering and enforcing the charitable gaming Acts and transfers 60% to the General Fund. The Compulsive Gamblers Assistance Fund may receive up to \$50,000 from Charitable Gaming's fund.

### **PROGRAM OBJECTIVES:**

The main objective of Charitable Gaming is to administer and enforce the charitable gaming Acts.

Charitable Gaming: ensures that only qualified applicants are licensed to conduct charitable gaming activities; conducts compliance inspections and field audit of licensees; presents information to the public; fully reports and accounts for all charitable gaming revenue; and imposes administrative sanctions for the violation of applicable law or regulations.

The objective of the Athletic Commission is to regulate the sports of mixed martial arts and professional boxing, to ensure competitive and fair bouts, and to provide safeguards for the health and safety of contestants.

### **PERFORMANCE MEASURES:**

#### **Recent performance accomplishments for Charitable Gaming include:**

1. Finalizing regulations that implemented various charitable gaming statutory changes, including the elimination of keno writers from licensing requirements;
2. Identifying and eliminating obsolete keno regulatory burdens that did not enhance game integrity or provide for player protection. These regulatory changes had the broad support of the industry;
3. Implementing performance enhancements to Charitable Gaming's online licensing system;

**Agency 016 - DEPT OF REVENUE**  
**Program 165 - CHARITABLE GAMING**

---

**Financial Data**

	<b>FY16 Actual</b>	<b>FY17 Approp</b>	<b>FY18 Request</b>	<b>FY18 Recomm</b>	<b>FY19 Request</b>	<b>FY19 Recomm</b>
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	1,602,142	2,004,580	2,055,189	1,825,003	2,108,406	1,848,215
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Operations</b>	<b>1,602,142</b>	<b>2,004,580</b>	<b>2,055,189</b>	<b>1,825,003</b>	<b>2,108,406</b>	<b>1,848,215</b>
<b>Aid Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	0	0	0	0	0	0
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Aid Funding</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	1,602,142	2,004,580	2,055,189	1,825,003	2,108,406	1,848,215
Federal Fund	0	0	0	0	0	0
Revolving Fund	0	0	0	0	0	0
Other Fund	0	0	0	0	0	0
<b>Total Program</b>	<b>1,602,142</b>	<b>2,004,580</b>	<b>2,055,189</b>	<b>1,825,003</b>	<b>2,108,406</b>	<b>1,848,215</b>