

# Agency 016 - DEPT OF REVENUE

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## **STATUTORY AUTHORITY:**

The Department of Revenue (Department) was created by the 1969 Legislature's enactment of Sections 77-360, R.R.S. 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 Section 77-361 of the Revised Statutes of Nebraska, 1943, 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, 1943.

## **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

	FY12 Actual	FY13 Approp	FY14 Request	FY14 Recomm	FY15 Request	FY15 Recomm
<b>Operations Funding</b>						
General Fund	26,196,266	25,642,530	24,987,751	25,365,825	25,082,341	25,847,000
Cash Fund	23,120,327	26,110,044	25,927,265	26,038,179	26,428,858	26,653,263
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>49,316,593</b>	<b>51,752,574</b>	<b>50,915,016</b>	<b>51,404,004</b>	<b>51,511,199</b>	<b>52,500,263</b>
<b>Aid Funding</b>						
General Fund	67,574,378	72,500,000	76,662,000	71,600,000	79,505,000	74,900,000
Cash Fund	113,940,822	115,000,000	115,000,000	115,000,000	115,500,000	115,000,000
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>181,515,200</b>	<b>187,500,000</b>	<b>191,662,000</b>	<b>186,600,000</b>	<b>195,005,000</b>	<b>189,900,000</b>
<b>Total Funding</b>						
General Fund	93,770,644	98,142,530	101,649,751	96,965,825	104,587,341	100,747,000
Cash Fund	137,061,149	141,110,044	140,927,265	141,038,179	141,928,858	141,653,263
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>230,831,793</b>	<b>239,252,574</b>	<b>242,577,016</b>	<b>238,004,004</b>	<b>246,516,199</b>	<b>242,400,263</b>

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

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**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**

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**Financial Data**

	<b>FY12 Actual</b>	<b>FY13 Approp</b>	<b>FY14 Request</b>	<b>FY14 Recomm</b>	<b>FY15 Request</b>	<b>FY15 Recomm</b>
<b>Operations Funding</b>						
General Fund	160,747	190,493	190,493	194,268	190,493	198,129
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>160,747</b>	<b>190,493</b>	<b>190,493</b>	<b>194,268</b>	<b>190,493</b>	<b>198,129</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	160,747	190,493	190,493	194,268	190,493	198,129
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>160,747</b>	<b>190,493</b>	<b>190,493</b>	<b>194,268</b>	<b>190,493</b>	<b>198,129</b>

# Agency 016 - DEPT OF REVENUE

## Program 102 - REVENUE ADMINISTRATION

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### **PROGRAM DESCRIPTION:**

The Revenue Administration Program is the primary operating and funding program for the Nebraska 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:**

The Revenue Administration Program has three main objectives: 1) efficiently administer the State's revenue laws through 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 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. To accomplish this, the Department offers the taxpayer tax filing and payment methods that are technologically advanced with the aim of reducing paper and its handling and performing tax administrative duties in a cost effective and efficient manner.

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

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**Financial Data**

	<b>FY12 Actual</b>	<b>FY13 Approp</b>	<b>FY14 Request</b>	<b>FY14 Recomm</b>	<b>FY15 Request</b>	<b>FY15 Recomm</b>
<b>Operations Funding</b>						
General Fund	22,890,213	22,939,239	22,913,832	23,251,143	23,008,422	23,690,645
Cash Fund	1,461,621	1,776,400	1,817,830	1,844,061	1,817,830	1,870,945
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>24,351,834</b>	<b>24,715,639</b>	<b>24,731,662</b>	<b>25,095,204</b>	<b>24,826,252</b>	<b>25,561,590</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	22,890,213	22,939,239	22,913,832	23,251,143	23,008,422	23,690,645
Cash Fund	1,461,621	1,776,400	1,817,830	1,844,061	1,817,830	1,870,945
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>24,351,834</b>	<b>24,715,639</b>	<b>24,731,662</b>	<b>25,095,204</b>	<b>24,826,252</b>	<b>25,561,590</b>

# Agency 016 - DEPT OF REVENUE

## Program 108 - HOMESTEAD EXEMPTION

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### **PROGRAM DESCRIPTION:**

This program provides property tax relief to special categories of qualified homeowners through state funded reimbursements to local governments for property taxes not collected due to the granting of homestead exemptions. This program was created by LB 65 in 1979. It is found in Sections 77-3501 through 77-3529 of the Nebraska Revised Statutes.

### **PROGRAM OBJECTIVES:**

This program provides for the reimbursement to counties of a limited homestead exemption from the General Fund 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>FY12 Actual</b>	<b>FY13 Approp</b>	<b>FY14 Request</b>	<b>FY14 Recomm</b>	<b>FY15 Request</b>	<b>FY15 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	67,574,378	72,500,000	76,662,000	71,600,000	79,505,000	74,900,000
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>67,574,378</b>	<b>72,500,000</b>	<b>76,662,000</b>	<b>71,600,000</b>	<b>79,505,000</b>	<b>74,900,000</b>
<b>Total Funding</b>						
General Fund	67,574,378	72,500,000	76,662,000	71,600,000	79,505,000	74,900,000
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>67,574,378</b>	<b>72,500,000</b>	<b>76,662,000</b>	<b>71,600,000</b>	<b>79,505,000</b>	<b>74,900,000</b>



**Agency 016 - DEPT OF REVENUE**  
**Program 110 - HOME ENERGY IMPROVEMENT**

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**PROGRAM DESCRIPTION:**

The Energy Conservation Improvement Program was created by LB 1001 in 2008. It is found in Section 66-1015 of the Nebraska Revised Statutes. The program allows a public power district to provide matching funds equal to five percent of its sales and use tax receipts to provide grants for low- income Nebraska residents to make energy conservation improvements to their homes. On April 26, 2011, the program was suspended (Laws 2011, LB 385). As of July 1, 2014, the program will recommence and allow a public power district to remit up to \$50,000 regardless of sales and use tax receipts, for energy conservation improvements. The State will match up to a total of \$250,000 in contributions by public power districts.

**PROGRAM OBJECTIVES:**

This program provides funding to eligible persons for energy conservation improvements in accordance with the Low-Income Home Energy Conservation Act.

**PERFORMANCE MEASURES:**

An eligible entity shall certify to the Nebraska Department of Revenue (Department) the amount to be distributed from the Program for payments of the approved energy grants. In FY2009-10, three utility providers remitted a total of \$189,347 resulting in a matching transfer from the General Fund into the Energy Conservation Improvement Fund. There were six distributions totaling \$159,875 issued from the fund, leaving \$218,819 available for distribution. No further remittances were received from utility providers subsequent to FY 2009-10. Distributions subsequent to FY2009-10 totaled \$218,425.

**Agency 016 - DEPT OF REVENUE**  
**Program 110 - HOME ENERGY IMPROVEMENT**

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**Financial Data**

	<b>FY12 Actual</b>	<b>FY13 Approp</b>	<b>FY14 Request</b>	<b>FY14 Recomm</b>	<b>FY15 Request</b>	<b>FY15 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	97,303	0	0	0	500,000	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>97,303</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>500,000</b>	<b>0</b>
<b>Total Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	97,303	0	0	0	500,000	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>97,303</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>500,000</b>	<b>0</b>

# Agency 016 - DEPT OF REVENUE

## Program 111 - MOTOR FUEL TAX

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### **PROGRAM DESCRIPTION:**

The Motor Fuels Tax Enforcement and Collection Division (Division) of the Nebraska Department of Revenue (Department) was created in 1991 under Section 66-738 of the Nebraska Revised Statutes. 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
- Motor fuels use tax
- Petroleum release remedial action fee
- Ethanol and biodiesel producer
- Liquid fuel carrier
- Terminal operator
- Motor fuel retailer
- Dyed diesel violation penalties

### **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.

### **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**

	<b>FY12 Actual</b>	<b>FY13 Approp</b>	<b>FY14 Request</b>	<b>FY14 Recomm</b>	<b>FY15 Request</b>	<b>FY15 Recomm</b>
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	1,468,863	2,017,471	1,817,282	1,842,827	1,817,282	1,868,966
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>1,468,863</b>	<b>2,017,471</b>	<b>1,817,282</b>	<b>1,842,827</b>	<b>1,817,282</b>	<b>1,868,966</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	1,468,863	2,017,471	1,817,282	1,842,827	1,817,282	1,868,966
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>1,468,863</b>	<b>2,017,471</b>	<b>1,817,282</b>	<b>1,842,827</b>	<b>1,817,282</b>	<b>1,868,966</b>

# Agency 016 - DEPT OF REVENUE

## Program 112 - PROPERTY TAX ASSESSMENT

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### **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 to 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.

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

**Financial Data**

	<b>FY12 Actual</b>	<b>FY13 Approp</b>	<b>FY14 Request</b>	<b>FY14 Recomm</b>	<b>FY15 Request</b>	<b>FY15 Recomm</b>
<b>Operations Funding</b>						
General Fund	3,145,306	2,512,798	1,883,426	1,920,414	1,883,426	1,958,226
Cash Fund	1,464,558	2,402,274	552,654	560,995	552,654	569,525
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>4,609,864</b>	<b>4,915,072</b>	<b>2,436,080</b>	<b>2,481,409</b>	<b>2,436,080</b>	<b>2,527,751</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	3,145,306	2,512,798	1,883,426	1,920,414	1,883,426	1,958,226
Cash Fund	1,464,558	2,402,274	552,654	560,995	552,654	569,525
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>4,609,864</b>	<b>4,915,072</b>	<b>2,436,080</b>	<b>2,481,409</b>	<b>2,436,080</b>	<b>2,527,751</b>

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

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**PROGRAM DESCRIPTION:**

The Property Tax Credit Act (Act) 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 sections 77-3501 to 77-3529, the homestead owner is qualified for the relief provided in this Act 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 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 the 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.

The county treasurer is required to return any of the "unused credit" monies to the State Treasurer by July 1 of the year the relief amount was disbursed to the county.

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

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**Financial Data**

	<b>FY12 Actual</b>	<b>FY13 Approp</b>	<b>FY14 Request</b>	<b>FY14 Recomm</b>	<b>FY15 Request</b>	<b>FY15 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	113,843,519	115,000,000	115,000,000	115,000,000	115,000,000	115,000,000
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>113,843,519</b>	<b>115,000,000</b>	<b>115,000,000</b>	<b>115,000,000</b>	<b>115,000,000</b>	<b>115,000,000</b>
<b>Total Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	113,843,519	115,000,000	115,000,000	115,000,000	115,000,000	115,000,000
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>113,843,519</b>	<b>115,000,000</b>	<b>115,000,000</b>	<b>115,000,000</b>	<b>115,000,000</b>	<b>115,000,000</b>



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

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**PROGRAM DESCRIPTION:**

The mission 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. The Nebraska Lottery is required to transfer the greater of \$20,229,700 or at least 22% and no more than 25% of tickets sold. If approved by the Tax Commissioner and the Lottery Director, transfers can exceed 25%. As of June 30, 2012, the Nebraska Lottery has transferred more than \$449 million to Lottery beneficiaries.

**PROGRAM OBJECTIVES:**

The objectives of the Lottery are: 1) transfer proceeds of \$36,000,000 to the beneficiary funds each fiscal year; 2) offer Lottery products and promotions which provide an optimal entertainment value; 3) offer Lottery products which have a high level of integrity within the game structures, the distribution channels, and the operations of the Nebraska Lottery.

**PERFORMANCE MEASURES:**

- Launch 35-40 new scratch games each year and add or update lotto games as deemed necessary.
- Use a variety of prize structures, prizes, play styles and themes in game production.
- Review player complaints and, if needed, conduct interviews and investigations into potential retailer fraud. Comply with MUSL security rules for multi-jurisdictional lotto games.
- Attend ticket prints at vendor facilities to monitor scratch ticket production standards.
- Review scratch game themes for player appeal.
- Review all prize structures.
- Review lotto games for possible changes such as enhanced prize structures, updated play styles, and more drawings.

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

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**Financial Data**

	<b>FY12 Actual</b>	<b>FY13 Approp</b>	<b>FY14 Request</b>	<b>FY14 Recomm</b>	<b>FY15 Request</b>	<b>FY15 Recomm</b>
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	16,994,729	17,803,680	19,627,930	19,654,194	20,129,523	20,182,642
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>16,994,729</b>	<b>17,803,680</b>	<b>19,627,930</b>	<b>19,654,194</b>	<b>20,129,523</b>	<b>20,182,642</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	16,994,729	17,803,680	19,627,930	19,654,194	20,129,523	20,182,642
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>16,994,729</b>	<b>17,803,680</b>	<b>19,627,930</b>	<b>19,654,194</b>	<b>20,129,523</b>	<b>20,182,642</b>

# Agency 016 - DEPT OF REVENUE

## Program 165 - CHARITABLE GAMING

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### **PROGRAM DESCRIPTION:**

The purpose of the Charitable Gaming Division (Division) is to administer and enforce the provisions of the various charitable gaming acts. Legislation introduced in 2011 requires the State Athletic Commissioner to report directly to the administrator of the Division. The Governor appointed the administrator of Charitable Gaming and the Nebraska Lottery to serve as interim State Athletic Commissioner. The Athletic Commission is separately funded. The purpose of the Athletic Commission is to regulate and license professional mixed martial arts, wrestling and boxing. Amateur mixed martial arts and sparring matches are also regulated by the Commission.

### **PROGRAM OBJECTIVES:**

Charitable Gaming objectives are: 1) ensure only qualified individuals, nonprofit organizations, and businesses, are licensed and authorized to conduct charitable gaming activities; 2) ensure that all charitable gaming revenues are fully reported and accounted for; and 3) ensure that charitable gaming activities are being conducted only by those methods permitted in each of the acts.

### **PERFORMANCE MEASURES:**

- Review license applications and other required submissions.
- Ensure tax compliance of licensees and license applicants.
- Conduct background investigations of certain license applicants.
- Conduct field audits.
- Conduct compliance inspections.
- Conduct investigations of alleged violations and impose sanctions as needed.
- Conduct presentations for licensees and prospective licensees.

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

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**Financial Data**

	<b>FY12 Actual</b>	<b>FY13 Approp</b>	<b>FY14 Request</b>	<b>FY14 Recomm</b>	<b>FY15 Request</b>	<b>FY15 Recomm</b>
<b>Operations Funding</b>						
General Fund	0	0	0	0	0	0
Cash Fund	1,730,556	2,110,219	2,111,569	2,136,102	2,111,569	2,161,185
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>1,730,556</b>	<b>2,110,219</b>	<b>2,111,569</b>	<b>2,136,102</b>	<b>2,111,569</b>	<b>2,161,185</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	1,730,556	2,110,219	2,111,569	2,136,102	2,111,569	2,161,185
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>1,730,556</b>	<b>2,110,219</b>	<b>2,111,569</b>	<b>2,136,102</b>	<b>2,111,569</b>	<b>2,161,185</b>