



# 2008 Annual Report



Produced by the Nebraska Department of Revenue, Charitable Gaming Division

*January 2009*

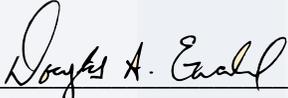
## Charitable Gaming proceeds benefit people across Nebraska!



*On behalf of the staff of the Charitable Gaming Division, it is our pleasure to present the 2008 Annual Report. This report, which is submitted to the Governor, Legislature, Auditor of Public Accounts, and Attorney General in accordance with Neb. Rev. Stat. §9-1,101(1), summarizes tax revenues received from charitable gaming activities in Nebraska, as well as the expenses incurred in the administration, enforcement, and other activities relating to the Nebraska Bingo Act, the Nebraska County and City Lottery Act, the Nebraska Lottery and Raffle Act, and the Nebraska Pickle Card Lottery Act.*

*Total dollars wagered on charitable gaming activities for 2007-08 were \$268.5 million, which is 4.8 percent more than the previous fiscal year, when \$256 million was wagered. Although there was an overall increase in wagering on charitable gaming activities, bingo gross receipts and pickle card gross proceeds continued to decline in 2007-08. Pickle card gross proceeds were \$40.7 million, which is 77 percent less than 1993-94 when the highest amount was wagered on pickle cards (\$177 million). In 2007-08, county/city lottery (keno) accounted for 78.5 percent of the total dollars wagered on charitable gaming and 74.5 percent of the total tax revenue realized from charitable gaming activities.*

*As evidenced by the increase in charitable gaming during the 2007-08 fiscal year, the national economic downturn experienced in the last year has yet to directly impact charitable gaming in Nebraska. However, given today's economic uncertainties, a significant decline in charitable gaming wagering activity in the future is possible.*

  
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**Douglas A. Ewald**  
Tax Commissioner

  
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**James M. Haynes**  
Director, Lottery & Charitable  
Gaming Division



# Table of Contents

Year in Review .....	1
<b>Fiscal Year Ending June 30, 2008</b>	
Revenue, Budget, and Expenditures.....	6
Staffing of Charitable Gaming Division and Nebraska Lottery .....	7
<b>Comparison of Fiscal Year Ending June 30, 2008, to Prior Years</b>	
Summary of Gaming Dollars Wagered, Taxes, and Fees .....	8
Gaming Dollars Wagered .....	9
Gross Wagering by County .....	10
10-Year Comparison of Gaming Dollars Wagered .....	12
<b>Licensing</b>	
Licensees Comparison.....	13
Licensed Nonprofit Organizations and Pickle Card Operators by County .....	14
Organizations Participating in Gaming Activities .....	16
Number of Licensees by IRS Exemption Code.....	17
Keno Licensed by County .....	18
Keno Gross Proceeds.....	19
<b>The Games</b>	
Bingo.....	20
Pickle Cards.....	22
Keno.....	24
Lottery and Raffle.....	26



# Year in Review

## Overview of Wagering Activity

There was a 4.8 percent increase in the total dollar amount wagered on charitable gaming activities during 2007-08 compared to the previous fiscal year. Overall, \$268,455,727 was wagered on bingo, pickle cards, lottery/raffle and keno for the fiscal year ending June 30, 2008, as compared to \$256,072,431 in 2006-07.

**Bingo** gross receipts for the year were \$10,932,502, which was 10.2 percent less than the previous fiscal year, when \$12,179,641 was wagered on bingo. There was also a reduction in the reported number of bingo players on an annual basis, from 477,043 for 2006-07 to 420,647 for the most recent fiscal year.

**Pickle Card** gross proceeds for the year were \$40,737,874, which represents an overall decrease of 2.1 percent compared to the previous fiscal year, when pickle card gross proceeds were \$41,620,943. The total number of pickle card units sold decreased from 20,666 to 19,980.

**Lottery and Raffle** gross proceeds for the year were \$5,951,688, which was 1.8 percent less than the previous fiscal year, when \$6,061,004 was wagered on lotteries and raffles.

**Keno** gross proceeds for 2007-08 were \$210,833,663, which was 7.5 percent more than the previous fiscal year, when \$196,210,843 was wagered.

## Legislation

LB996 was introduced by the General Affairs Committee during the 2008 Legislative Session which, if enacted, would have authorized the Department to certify independent testing laboratories for the purpose of testing gaming equipment including keno systems and bingo card monitoring devices. The bill also included several minor technical changes to various gaming acts. LB996 was advanced by the General Affairs Committee; however, it was not further considered by the Legislature due to time constraints.

The only legislation enacted during the 2008 Legislative Session which may potentially impact charitable gaming activities was LB395 relating to the Nebraska Clean Indoor Air Act. LB395 bans smoking in indoor public places, including bars and restaurants, beginning June 1, 2009. In some instances, local communities which have implemented a smoking ban have initially seen a dramatic reduction in keno lottery wagering activity unless keno locations were otherwise exempted from the ban. It remains to be seen what effect a statewide smoking ban will have on charitable gaming activities in Nebraska in the future.

## Administration

This year has been a period of transition as the Charitable Gaming Division and the Nebraska Lottery began operating as a single business unit under one Director. This transition included the physical move to a new store-front office location at 1800 "O" Street, Suite 101. While there were some growing pains associated with this process, the merger was accomplished without any reduction in the delivery of services to licensees and the public. The merger has resulted in significant fiscal savings and has



produced a number of operational efficiencies in the areas of administrative support, graphics, legal support, as well as investigative and inspection activities. The staffs of both Charitable Gaming and the Nebraska Lottery have developed a positive working relationship which has evolved into cross-training and a team-like approach to their job responsibilities.

## Legal, Policy, and Licensing

**Legal** is responsible for providing legal counsel in cases involving gaming license application denials, license suspensions, cancellations and revocations, and the imposition of administrative fines. Additional activities include evaluating incident reports and reviewing audit findings to determine the necessity of administrative action, performing legal research and preparing legal correspondence, drafting proposed statutory and regulatory changes, revising forms, and providing support to county attorneys and the Attorney General's office in gaming-related enforcement.

**Policy** is responsible for the implementation of legislation enacted by the Nebraska Legislature relative to charitable gaming activities, identification of needed legislative changes in the charitable gaming areas which it regulates, recommendation and drafting of proposed legislation relative to charitable gaming, promulgation of administrative regulations and revenue rulings to clarify and supplement statutory provisions, development and publication of information guides, and for the rendering of day-to-day opinions and interpretations of charitable gaming laws and regulations.

There has been a trend by nonprofit organizations to offer more valuable prizes in lottery and raffle activities. In some instances, the awarding of motor vehicles and motorcycles as prizes creates additional tax-related issues. The completion of a Federal Form W-2G, Certain Gambling Winnings, and the withholding of federal and state taxes are oftentimes overlooked by the nonprofit organization and have created confusion for the participants. The Policy and Licensing staff has undertaken measures to increase licensee awareness of these additional regulatory requirements.

Manufacturers of pickle cards are introducing new marketing technologies in Nebraska in an effort to combat the continuing erosion of pickle card sales. These new technologies, which are reviewed by Policy prior to their use, focus on providing a more entertaining method of traditional play within the framework of existing laws and regulations.

**Licensing** is responsible for the licensing of individuals, businesses, nonprofit organizations, counties, cities, and villages to conduct charitable gaming activities in Nebraska. The number of licenses issued by type is reflected on page 13 of this report, which includes a comparison to the prior reporting period.

As noted previously, growth in keno continues compared to other charitable gaming activities. In the May 2008 primary election, the villages of Hallam and Otoe and the cities of Louisville, Norfolk, and Peru approved a lottery. Cass County and Otoe County, the villages of Arlington, Bellwood, Staplehurst, and Surprise, and the City of Hooper voted and approved the lottery measure in the November general election.

Work continues on the development of a Request for Proposals (RFP) for a commercial off-the-shelf browser-based software application which would replace the existing FoxPro license database and processing system. In keeping with Governor Heineman's emphasis on e-commerce, in addition to replacing the current licensing system, the RFP includes the implementation of electronic filing

capabilities with respect to license applications, annual reports, and charitable gaming tax returns. The issuance of the RFP is tentatively scheduled for early January 2009.

During the reporting period, several administrative actions were initiated or resolved involving charitable gaming license applicants and licensees. Activities for the reporting period were as follows:

**Administrative Orders Issued:**

License Application Denial 7

**Administrative Actions Initiated and Pending:**

License Application Denial 15

**Administrative Actions Initiated and Resolved without an Order:**

License Application Denial and License Suspension, Cancellation, Revocation

Rescinded*	24
Resolved by Operation of Law**	54
Resolved by Stipulation, Suspension and/or Fine***	28

**Temporary Licenses Granted:**

Temporary licenses are granted by the Tax Commissioner to applicants for a number of reasons, including to protect the rights of parties during the pendency of any administrative proceeding, or to allow for a probationary period during which certain charitable gaming activity, such as keno writing, can be conducted. As of the close of the annual reporting period, the following temporary licenses and authorizations had been granted:

Pickle Card Operator	2
County/City Lottery Worker	21

\* License application denials were rescinded for a number of reasons, including the applicant withdrew the application and the payment of delinquent taxes in instances when the license application denial was based upon nonpayment of taxes

\*\* Resolution by operation of law occurs when a license application denial becomes final because a license applicant does not respond to a Notice of Intent to Deny within the 30-day time period allowed to request an administrative hearing.

\*\*\* Monies collected from the administrative fines levied are deposited by the State Treasurer into the permanent school fund.

## Financial Compliance and Review

**Financial Compliance and Review** is responsible for the financial compliance review of nonprofit organizations conducting bingo, pickle card, and lottery/raffle activities as well as counties, cities, and villages conducting keno. Activities include the review of annual reports submitted by bingo, pickle card, lottery/raffle, and keno licensees, the review of quarterly tax returns submitted by licensees, and the review of keno compliance procedures reports submitted by counties, cities, and villages. Potential audit candidates are identified through the review of various financial reports submitted by licensees and referred to the Department’s Compliance Division for assignment and performance.



Financial Compliance and Review activities for the reporting period were as follows:

- 495 Pickle card annual reports reviewed
- 139 Bingo annual reports reviewed
- 142 Lottery/raffle annual reports reviewed
- 149 Keno annual reports reviewed
- 66 Organizations which did not file timely annual reports identified and referred to Legal, Inspectors, and/or Investigators
- 21 Annual report shortages or audited losses (field visits) identified and referred to Inspectors and/or Investigators
- 42 Other annual report violations identified and referred to Inspectors, Investigators, Policy, or Legal
- 10 Field audits of bingo operations
- 17 Field audits of pickle card operations
- 10 Field audits of keno operations

**Inspectors** are responsible for the performance of on-site inspections of charitable gaming licensees. In addition to the main office in Lincoln, the inspectors work out of regional offices in Scottsbluff, Omaha, and Grand Island. In addition to performing routine inspections of bingo, pickle card, and lottery/raffle activities, the inspectors review keno operations, verify the license status of lottery workers, perform unannounced keno writer drawer audits, review the sponsoring community's oversight and various compliance issues relating to game conduct. Inspection activities for the reporting period were as follows:

- 110 Bingo game inspections
- 279 Organization pickle card inspections
- 65 Organization lottery/raffle inspections
- 752 Pickle card operator inspections
- 226 Keno compliance inspections
- 24 Formal presentations to gaming licensees or potential licensees
- 1168 Mechanical Amusement Device (MAD) inspections
- 42 Annual report reviews and filing follow-ups
- 138 Administrative contacts and inquiries
- 2225 Nebraska retailer tobacco inspections

**Charitable Gaming Investigators** are part of the Financial Compliance and Review Section and are in Lincoln and Omaha and are responsible for general investigations and license applicant background investigations, as well as numerous other enforcement responsibilities within the Department. Investigative/enforcement activities for the reporting period were as follows:

- 17 Manufacturer, Distributor, and Lottery Operator Background Investigations
- 134 Investigations resulting from alleged violations and/or complaints (all gaming activities combined)

A major investigation which was initiated in 2007 concluded in 2008 with the prosecution and conviction of three employees of the Blue Springs keno lottery. The employees involved pled no contest to charges related to playing while on duty and the use of a fraudulent scheme to win at keno. Two of the employees were sentenced to four years probation and ordered to pay \$4,000 in restitution to Blue Springs Keno. The other employee was sentenced to 120 days in jail and ordered to pay \$2,000 in restitution.

During the 2007-08 reporting period, 38 possible illegal gambling devices were detected in the following counties and referred to the Nebraska State Patrol and applicable County Attorney for review and enforcement follow-up:

Adams	8
Buffalo	3
Custer	2
Dawson	1
Hamilton	3
Harlan	8
Hayes	1
Howard	3
Lancaster	2
Loup	2
Red Willow	3
Valley	2

# Revenue, Budget, and Expenditures

FYE June 30, 2008

The regulation and enforcement activities of the Charitable Gaming Division are self-supported by 40 percent of the taxes collected from bingo, pickle card, keno, and lottery/raffle activities and a portion of the biennial license fees. The remaining 60 percent of the taxes and other license fees are credited to the General Fund. Any portion of the 40 percent not used by the Division for regulation and enforcement is distributed as follows:

- (1) On or before November 1 of each year, \$50,000 is transferred from the Charitable Gaming Operations Fund to the Compulsive Gamblers Assistance Fund if such funds are available.
- (2) Any monies remaining in the Charitable Gaming Operations Fund after the transfer may be transferred to the General Fund at the direction of the Legislature.

The program revenue accrued to the Charitable Gaming Operations Cash Fund and to the General Fund from July 1, 2007, through June 30, 2008, was as follows:

## Revenue

Receipt Type	General Fund	Cash Fund	Total
Tax Revenue	\$3,373,518	\$2,245,121	\$5,618,639
Fee Revenue ****	200,105	142,925	343,030
Other Revenue		64,061	64,061
<b>Total Revenue</b>	<b>\$3,573,623</b>	<b>\$2,452,107</b>	<b>\$6,025,730</b>

## Budget and Expenditures

Expenditure Type	Budgeted Amount*	Actual Expenditure **
Personal Services		
Salaries	\$1,378,439	\$1,175,877
Benefits	473,488	396,619
Total Personal Services	\$1,851,927	\$1,572,496
Operating Expenses	\$ 263,775	\$ 355,187
Travel Expenses	127,426	83,802
Capital Outlay	8,500	7,298
<b>Total Charitable Gaming Expenses</b>	<b>\$2,251,628</b>	<b>\$2,018,783</b>
Athletic Commission Expenses Included in the Charitable Gaming Budget and Expenditures***	42,500	32,347
<b>Total Expenses from Cash Fund</b>	<b>\$2,294,128</b>	<b>\$2,051,130</b>

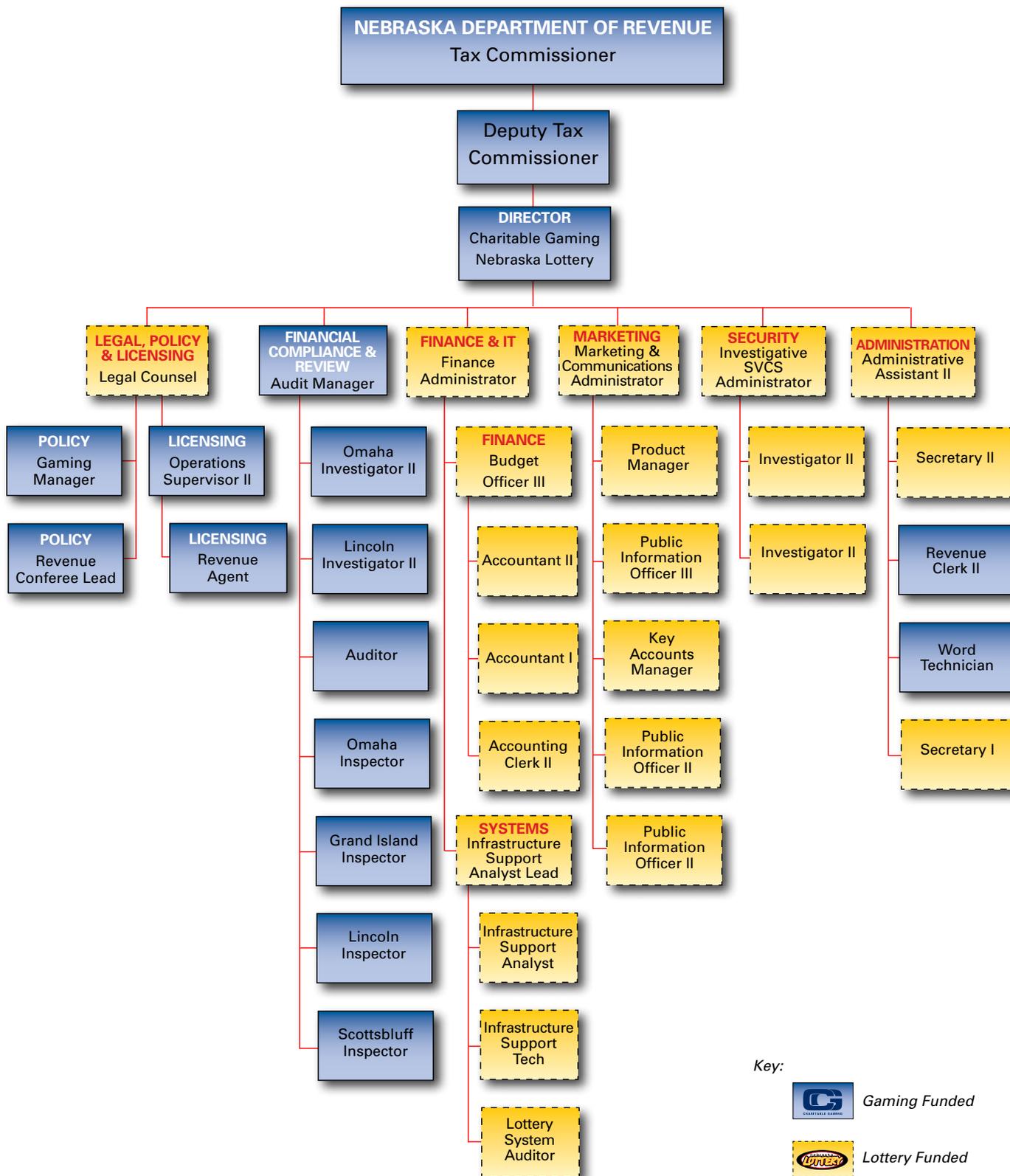
\* Annual budget amounts for 2007-2008.

\*\* Actual expenses recorded on a cash basis of accounting.

\*\*\* Total expenses for the Athletic Commission were paid from the Athletic Commission Cash Fund.

\*\*\*\* Actual general and cash fund fees collected.

# Staffing of Charitable Gaming Division and Nebraska Lottery





# Summary of Gaming Dollars Wagered, Taxes, and Fees

## Gaming Dollars Wagered

	FYE 6/2007	FYE 6/2008	Increase (Decrease)	Percentage Change
Bingo	\$ 12,179,641	\$ 10,932,502	(\$1,247,139)	-10.24%
Pickle Cards	41,620,943	40,737,874	(883,069)	-2.12%
Keno	196,210,843	210,833,663	14,622,820	7.45%
Lottery and Raffle	6,061,004	5,951,688	(109,316)	-1.80%
<b>Total Wagers</b>	<b>\$ 256,072,431</b>	<b>\$ 268,455,727</b>	<b>\$12,383,296</b>	<b>4.84%</b>

## Tax Revenue

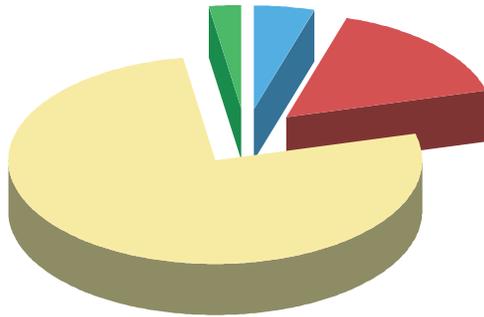
	FYE 6/2007	FYE 6/2008	Increase (Decrease)	Percentage Change
Bingo	\$ 365,388	\$ 327,976	(\$37,412)	-10.24%
Pickle Cards	1,017,326	995,401	(21,925)	-2.16%
Keno	3,924,216	4,216,673	292,457	7.45%
Lottery and Raffle	121,218	119,034	(2,184)	-1.80%
<b>Total Tax Revenue</b>	<b>\$ 5,428,148</b>	<b>\$ 5,659,084</b>	<b>\$230,936</b>	<b>4.25%</b>

## License Fees

	FYE 6/2007	FYE 6/2008	Increase	Percentage Change
Cash Fund	\$ 130,735	\$ 165,785	\$ 35,050	26.81%
General Fund	135,895	196,985	61,090	44.95%
<b>Total License Fees</b>	<b>\$ 266,630</b>	<b>\$ 362,770</b>	<b>\$ 96,140</b>	<b>36.06%</b>
<b>Total Taxes and License Fees</b>	<b>\$ 5,694,778</b>	<b>\$ 6,021,854</b>	<b>\$327,076</b>	<b>5.74%</b>

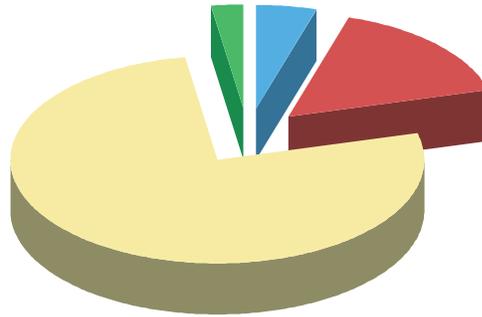
# Gaming Dollars Wagered

**FYE 06/2007**  
**\$ 256,072,431**



■ Bingo – \$ 12,179,641 **4.76%**  
■ Pickle Cards – \$ 41,620,943 **16.25%**  
■ Keno – \$ 196,210,843 **76.62%**  
■ Lottery and Raffle – \$ 6,061,004 **2.37%**

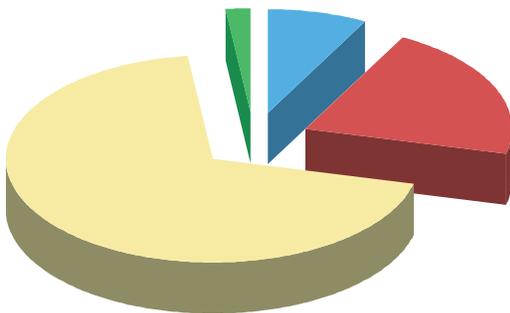
**FYE 06/2008**  
**\$ 268,455,727**



■ Bingo – \$ 10,932,502 **4.07%**  
■ Pickle Cards – \$ 40,737,874 **15.17%**  
■ Keno – \$ 210,833,663 **78.54%**  
■ Lottery and Raffle – \$ 5,951,688 **2.22%**

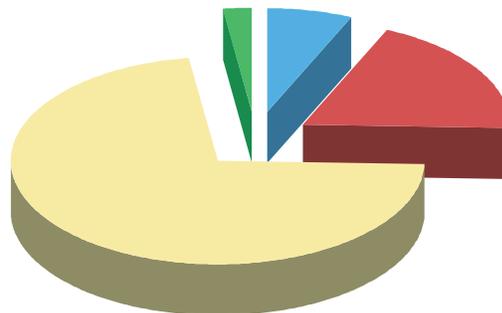
# Gaming Tax Revenue

**FYE 06/2007**  
**\$ 5,428,148**



■ Bingo – \$ 365,388 **6.73%**  
■ Pickle Cards – \$ 1,017,326 **18.74%**  
■ Keno – \$ 3,924,216 **72.30%**  
■ Lottery and Raffle – \$ 121,218 **2.23%**

**FYE 06/2008**  
**\$ 5,659,084\***



■ Bingo – \$ 327,976 **5.80%**  
■ Pickle Cards – \$ 995,401 **17.59%**  
■ Keno – \$ 4,216,673 **74.51%**  
■ Lottery and Raffle – \$ 119,034 **2.10%**

\*Based upon tax returns filed; actual tax revenue received was \$5,618,639.

# Gross Wagering by County

COUNTY	Bingo Gross Receipts		Pickle Cards Gross Proceeds		Lottery and Raffle Gross Proceeds		Keno Gross Proceeds		Total Gross Wagering	
	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008
ADAMS	484,254	473,249	1,401,358	1,544,122	207,640	225,878	3,849,162	5,110,445	5,942,414	7,353,694
ANTELOPE			28,572	30,612	73,009	73,846	176,860	242,784	278,441	347,242
ARTHUR			7,920	1,980					7,920	1,980
BANNER					No Activity					
BLAINE					No Activity					
BOONE	17,072	14,554	172,972	238,974	108,656	100,884			298,700	354,412
BOX BUTTE	313,115	332,065	146,232	79,150	100,000	74,525	916,073	917,912	1,475,420	1,403,652
BOYD			8,928	8,640					8,928	8,640
BROWN			84,238	66,418	39,600	55,000	266,312	504,955	390,150	626,373
BUFFALO	502,698	479,889	2,152,036	2,417,552	128,279	67,090	5,459,004	6,291,331	8,242,017	9,255,862
BURT			57,660	116,209	6,933	7,275			64,593	123,484
BUTLER	44,747	46,107	130,433	151,988	70,147	71,781	264,294	244,342	509,621	514,218
CASS	66,334	16,009	638,475	631,101	59,712	86,810	3,367,342	3,345,853	4,131,863	4,079,773
CEDAR	6,096	6,509	106,824	73,577	11,337	106,220	145,278	190,012	269,535	376,318
CHASE	19,336	21,960	10,776	7,695	3,150	10,350	210,967	261,663	244,229	301,668
CHERRY	6,815	6,580	229,604	212,290					236,419	218,870
CHEYENNE	40,450	41,773	251,538	229,488	17,293	19,732	664,383	875,707	973,664	1,166,700
CLAY			145,807	87,592	42,575	51,045	189,710	191,075	378,092	329,712
COLFAX	36,737	28,530	76,238	53,185	77,978	71,314	535,775	590,813	726,728	743,842
CUMING	16,814	13,560	337,347	368,192	51,031	49,694	55,114	62,533	460,306	493,979
CUSTER	2,511	4,278	11,880	10,170		13,900			14,391	28,348
DAKOTA	407,776	446,084	466,188	479,565	21,204	21,217	638,964	826,659	1,534,132	1,773,525
DAWES			11,010	4,581	9,100		671,432	741,580	691,542	746,161
DAWSON	71,462	70,799	154,661	175,105	10,580	5,680	695,772	658,333	932,475	909,917
DEUEL	8,678	9,230	7,920	9,900			408,946	155,676	425,544	174,806
DIXON			279,210	234,639		27970			279,210	262,609
DODGE	166,620	154,347	1,604,596	1,885,500	92,074	114,495	4,451,841	4,778,214	6,315,131	6,932,556
DOUGLAS	3,992,576	3,237,705	9,766,710	9,014,997	2,291,442	2,151,494	78,095,605	80,610,995	94,146,333	95,015,191
DUNDY								13,729		13,729
FILLMORE	23,066	20,072	241,426	200,106			429,217	540,984	693,709	761,162
FRANKLIN							51,143	20,815	51,143	20,815
FRONTIER			54,750	69,840		5365	2,070	1,514	56,820	76,719
FURNAS		1,197	18,844	15,020	18,759	10,970	148,045	105,811	185,648	132,998
GAGE	150,322	128,005	507,629	543,167	18,319	14,198	1,862,981	1,812,722	2,539,251	2,498,092
GARDEN	1,838	309	4,969	8,088			154,640	259,746	161,447	268,143
GARFIELD	10,784	11,237	43,020	49,140					53,804	60,377
GOSPER			21,549	29,815			102,948	221,889	124,497	251,704
GRANT					No Activity					
GREELEY			7,959	7,954	30,473	27,200	306,499	367,216	344,931	402,370
HALL	776,303	789,950	1,910,684	1,910,465	201,441	198,695	6,600,224	7,259,245	9,488,652	10,158,355
HAMILTON	13,602		47,857	68,927	9,244	10,032			70,703	78,959
HARLAN	3,078		217,201	278,445			145,367	101,327	365,646	379,772
HAYES					No Activity					
HITCHCOCK	2,052	3,777	111,120	107,295			97,235	165,289	210,407	276,361
HOLT	16,857	15,524	360,553	460,644	16,290	37,565	24,987	43,840	418,687	557,573
HOOKER					No Activity					
HOWARD	3,296		14,009	24,741	227,045	136,250	425,338	571,553	669,688	732,544

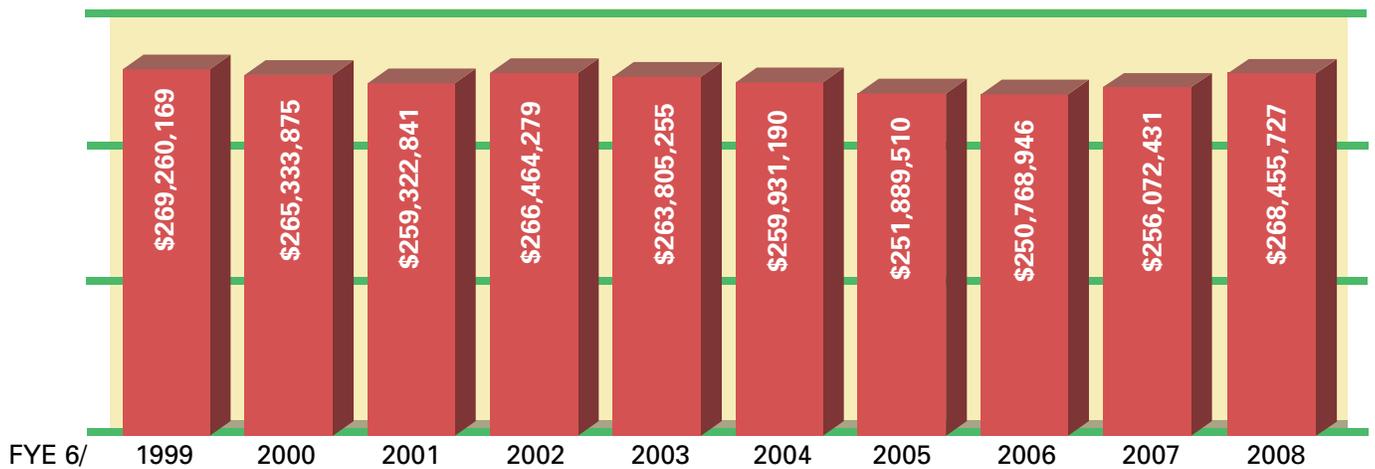
COUNTY	Bingo Gross Receipts		Pickle Cards Gross Proceeds		Lottery and Raffle Gross Proceeds		Keno Gross Proceeds		Total Gross Wagering	
	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008
JEFFERSON	52,363	34,478	464,301	439,066	24,640	20,470	164,945	289,004	706,249	783,018
JOHNSON	2,711	2,907	38,255	35,595			530,260	490,830	571,226	529,332
KEARNEY			106,462	82,320					106,462	82,320
KEITH	39,199	39,989	255,815	346,769			1,016,644	1,066,588	1,311,658	1,453,346
KEYA PAHA					No Activity					
KIMBALL	14,870	15,964	73,048	72,108	1,480		664,455	725,968	753,853	814,040
KNOX	14,149	11,974	75,118	158,196	7,456	26,896	220,824	227,802	317,547	424,868
LANCASTER	1,791,298	1,458,748	6,252,973	5,429,576	507,525	472,448	31,101,297	34,299,602	39,653,093	41,660,374
LINCOLN	133,840	104,723	1,605,774	1,588,834	97,688	95,164	6,098,122	6,748,568	7,935,424	8,537,289
LOGAN			12,744	11,268					12,744	11,268
LOUP			25,200	21,240					25,200	21,240
MADISON	449,317	385,207	1,024,961	1,328,256	159,866	157,238	366,568	631,392	2,000,712	2,502,093
MCPHERSON					No Activity					
MERRICK	6,645	5,797	335,422	355,814					342,067	361,611
MORRILL			16,556	13,860	36,000	36,000	69,860	69,444	122,416	119,304
NANCE	15,678	14,809	76,455	44,700	37,260	22,900	172,260	180,916	301,653	263,325
NEMAHA	30,591	25,297	122,365	83,731			167,239	186,188	320,195	295,216
NUCKOLLS			118,609	61,212		15,000	244,609	191,750	363,218	267,962
OTOE	115,379	85,869	546,804	535,147			481,645	722,154	1,143,828	1,343,170
PAWNEE			53,362	61,540				63,864	53,362	125,404
PERKINS							294,992	258,306	294,992	258,306
PHELPS	10,012	6,912	94,796	56,893	22,650	28,352	224,410	255,650	351,868	347,807
PIERCE	10,764	9,562	312,119	371,149	5,150	4,650	710,746	827,620	1,038,779	1,212,981
PLATTE	401,246	427,317	1,410,366	1,397,738	303,756	376,815	2,394,612	2,737,137	4,509,980	4,939,007
POLK			181,777	192,786	33,155	14,950	48,841	57,036	263,773	264,772
RED WILLOW	95,232	110,878	673,225	653,054	40,169	36,701	250,432	428,633	1,059,058	1,229,266
RICHARDSON	13,089		87,361	57,524	56,225	53,850			156,675	111,374
ROCK	2,311	3,048	1,080	2,232					3,391	5,280
SALINE	5,321	12,813	483,766	381,348	72,794	48,859	735,461	930,266	1,297,342	1,373,286
SARPY	972,445	1,053,972	2,438,398	2,361,409	255,069	234,007	29,213,858	32,433,590	32,879,770	36,082,978
SAUNDERS	52,398	45,995	325,511	338,271	82,133	82,472	1,217,268	1,095,713	1,677,310	1,562,451
SCOTTS BLUFF	611,531	626,972	960,062	888,024	209,020	214,785	6,092,066	6,291,074	7,872,679	8,020,855
SEWARD			449,986	582,942	55,633	74,576		74,507	505,619	732,025
SHERIDAN	1,418		50,006	26,170	8,534	8,350	43,899	35,283	103,857	69,803
SHERMAN	14,226	12,439	69,467	64,341					83,693	76,780
SIOUX					18,000				18,000	
STANTON	25,893	23,513	61,020	78,825				49,811	86,913	152,149
THAYER	17,414	15,249	7,810	3,960	5,340	9,099	26,528	39,686	57,092	67,994
THOMAS					No Activity					
THURSTON					No Activity					
VALLEY	28,462	24,771	70,468	43,962	9,060	7,720	98,719	116,454	206,709	192,907
WASHINGTON	46,550		190,950	135,132	8,070	24,691	1,541,552	1,052,204	1,787,122	1,212,027
WAYNE			105,876	83,880	24,765	32,957			130,641	116,837
WEBSTER			73,377	61,062					73,377	61,062
WHEELER			18,390	1,980			13,924	33,040	32,314	35,020
YORK			500,205	379,091	36,255	6,263	591,279	137,021	1,127,739	522,375
<b>TOTAL</b>	<b>12,179,641</b>	<b>10,932,502</b>	<b>\$ 41,620,943</b>	<b>\$ 40,737,874</b>	<b>\$ 6,061,004</b>	<b>\$ 5,951,688</b>	<b>\$ 196,210,843</b>	<b>210,833,663</b>	<b>\$ 256,072,431</b>	<b>\$ 268,455,727</b>

# 10 – Year Comparison of Gaming Dollars Wagered

	FYE 6/1999	FYE 6/2000	FYE 6/2001	FYE 6/2002	FYE 6/2003
Bingo	\$ 19,229,963	\$ 18,965,647	\$ 17,641,173	\$ 16,686,076	\$ 16,558,843
Pickle Cards	90,502,926	82,866,886	71,391,519	68,302,524	62,559,488
Keno	156,068,465	159,690,193	166,051,868	176,912,978	179,518,444
Lottery and Raffle	3,458,815	3,811,149	4,238,281	4,562,701	5,168,480
<b>Totals</b>	<b>\$ 269,260,169</b>	<b>\$ 265,333,875</b>	<b>\$ 259,322,841</b>	<b>\$ 266,464,279</b>	<b>\$ 263,805,255</b>

	FYE 6/2004	FYE 6/2005	FYE 6/2006	FYE 6/2007	FYE 6/2008
Bingo	\$ 15,370,116	\$ 14,268,212	\$ 14,051,926	\$ 12,179,641	\$ 10,932,502
Pickle Cards	57,510,542	50,819,571	45,943,737	41,620,943	40,737,874
Keno	182,190,233	181,255,946	185,340,795	196,210,843	210,833,663
Lottery and Raffle	4,860,299	5,545,781	5,432,488	6,061,004	5,951,688
<b>Totals</b>	<b>\$ 259,931,190</b>	<b>\$ 251,889,510</b>	<b>\$ 250,768,946</b>	<b>\$ 256,072,431</b>	<b>\$ 268,455,727</b>

## Gaming Dollars Wagered – 1999-2008



# Licenses Comparison

	Biennial License Fee	Number of Licenses FYE 6/2007	Number of Licenses FYE 6/2008	Net Changes
<b>BINGO</b>				
Organizations Licensed to Conduct Class I Bingo	\$30	112	107	(5)
Organizations Licensed to Conduct Class II Bingo	\$100	27	24	(3)
Gaming Managers	\$100	38	31	(7)
Lessors of Commercial Bingo Halls	None	6	6	0
Commercial Bingo Halls	\$200	7	8	1
<b>PICKLE CARD</b>				
Organizations Licensed to Conduct Class I Lottery by Pickle Cards	\$200	181	178	(3)
Organizations Licensed to Conduct Class II Lottery by Pickle Cards	\$300	314	293	(21)
Pickle Card Operators	\$100	1,026	926	(100)
Pickle Card Operator Authorizations	None	1,376	1,223	(153)
Sales Agents	\$100	461	432	(29)
<b>COUNTY/CITY LOTTERY</b>				
Counties, Cities, and Villages Licensed to Conduct Lotteries	\$100	149	143	(6)
County/City Lottery Operators	\$500	144	133	(11)
County/City Sales Outlet Locations (includes Satellite Locations)	None	694	684	(10)
County/City Lottery Workers	None	4,723	5,209	486
<b>LOTTERY AND RAFFLE</b>				
Organizations Licensed to Conduct Lotteries and Raffles	\$30	319	317	(2)
<b>MANUFACTURERS AND DISTRIBUTORS</b>				
Manufacturers of Bingo Equipment and Pickle Cards	\$3,050	9	8	(1)
Distributors of Bingo Equipment and Pickle Cards	\$3,050	3	3	0
Manufacturer-Distributors of County/City Lottery Supplies and Equipment	\$1,525	5	5	0
<b>OTHER LICENSES AND PERMITS</b>				
Special Event Bingo Permits	A \$15	76	83	7
Pickle Card Dispensing Devices Registered	B \$50	1,216	1,142	(74)
Lottery and Raffle Special Permits	C \$10	248	202	(46)
Utilization of Funds Members	D \$40	1,048	1,010	(38)
<b>TOTAL</b>		<b>12,182</b>	<b>12,167</b>	<b>(15)</b>

Key:

- A Fee per event; maximum of 2 events per calendar year not to exceed 14 days in total.
- B Fee per device; calendar year registration.
- C Fee per permit; one per 12-month period ending September 30 each year; valid for maximum of 3 consecutive calendar months for special lottery or special raffle or both.
- D Biennial fee; licensed organizations are required to license at least one Utilization of Funds Member who is responsible for the proper use of bingo receipts, pickle card proceeds, or lottery and raffle proceeds.

# Licensed Nonprofit Organizations and Pickle Card Operators by County

	Bingo				Pickle Cards				Pickle Card Operators		Lottery and Raffle	
	Class I FYE 6/2007	Class I FYE 6/2008	Class II FYE 6/2007	Class II FYE 6/2008	Class I FYE 6/2007	Class I FYE 6/2008	Class II FYE 6/2007	Class II FYE 6/2008	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008
ADAMS			4	3	7	6	8	8	16	15	9	9
ANTELOPE							3	2	3	1	2	3
ARTHUR							1	1	1	1		
BANNER					No Activity							
BLAINE					No Activity							
BOONE	2	2			2	2	4	4	8	7	6	6
BOX BUTTE	4	4			4	4	1	1	3	3	2	3
BOYD							1	1	3	3		
BROWN							1	1	5	5	1	1
BUFFALO	4	4	1	1	6	6	9	8	20	21	6	5
BURT					2	2	1	1	4	6	1	1
BUTLER	1	1			1	1	7	6	13	12	8	8
CASS	2	2			3	3	7	7	16	14	3	3
CEDAR	2	2				1	3	3	11	8	3	3
CHASE	3	3			1	1			3	2	1	1
CHERRY	1	1			1	1	1	1	9	9		
CHEYENNE	1	1			1	1	3	3	6	6	2	2
CLAY					1	1	2	2	6	4	1	3
COLFAX	6	6			4	4	2	2	5	4	6	6
CUMING	5	3			2	2	4	4	11	11	2	2
CUSTER	1	1					2	2	2	1		2
DAKOTA			1	1	1	1	7	7	13	10	3	2
DAWES					1	1			3	3		1
DAWSON	4	4			6	6	3	4	11	10	2	2
DEUEL	1	1			1	1			1	1		
DIXON							1	1	10	9	1	2
DODGE	5	4			7	5	11	11	41	38	6	6
DOUGLAS	2	2	8	7	28	27	43	37	229	195	92	92
DUNDY									1	1		
FILLMORE	4	3			3	3	6	6	10	8		
FRANKLIN									2	1		
FRONTIER							1	1	2	1		1
FURNAS		1					1	1	2	1	2	2
GAGE	4	4			2	2	7	7	13	14	3	3
GARDEN	1	1			1	1			1	2		
GARFIELD	1	1					2	1	4	3		
GOSPER									3	3		
GRANT					No Activity							
GREELEY							1	1	2	1	4	3
HALL	4	4	2	2	9	9	7	6	23	22	10	12
HAMILTON							2	2	4	2	1	1
HARLAN	1						2	2	9	9		
HAYES					No Activity							
HITCHCOCK	1	1					1	1	4	4		
HOLT	2	2					5	5	10	7	1	3

## Licensed Nonprofit Organizations and Pickle Card Operators by County (Cont.)

	Bingo				Pickle Cards				Pickle Card Operators		Lottery and Raffle	
	Class I FYE 6/2007	Class I FYE 6/2008	Class II FYE 6/2007	Class II FYE 6/2008	Class I FYE 6/2007	Class I FYE 6/2008	Class II FYE 6/2007	Class II FYE 6/2008	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008
HOOKER					No Activity							
HOWARD					1	1	1	1	2	2	2	2
JEFFERSON	2	2			2	2	5	5	10	10	2	2
JOHNSON	1	1			1	1	1	1	5	5		
KEARNEY							1	1	3	3		
KEITH	1	1			3	3	5	6	18	14	1	1
KEYA PAHA					No Activity							
KIMBALL	1	1			2	2	1	1	3	3	1	
KNOX	3	3					1	1	3	5	2	3
LANCASTER	4	4	3	2	10	10	27	22	115	112	37	31
LINCOLN	2	2			4	4	6	6	27	25	9	8
LOGAN					1	1						
LOUP							1	1	1	1		
MADISON	3	3	3	3	5	5	8	8	27	21	9	8
MCPHERSON					No Activity							
MERRICK	1	1			2	2	4	3	5	6		
MORRILL					1	1			2		2	2
NANCE	1	1			2	2	2	2	5	5	2	2
NEMAHA	2	3			2	2	1	1	5	3		
NUCKOLLS					3	3	2	2	3	2	1	
OTOE	2	2			1	1	8	7	14	13	1	1
PAWNEE					1	1	1	1	1	1		
PERKINS									4	3		
PHELPS	1	1			2	2	3	3	5	5	4	4
PIERCE	1	1			1	1	3	4	13	12	1	1
PLATTE	2	2	1	1	4	4	7	7	30	29	10	11
POLK					1	1	2	2	7	7	1	2
RED WILLOW	5	5			4	4	2	2	8	8	2	2
RICHARDSON	1				3	2	4	3	3	3	2	2
ROCK	1	1			1	1						
SALINE	3	2			3	3	7	6	11	10	5	5
SARPY			2	2	7	8	11	9	53	51	12	10
SAUNDERS	2	2			3	3	9	8	14	12	8	8
SCOTTS BLUFF	3	3	2	2	5	5	3	3	23	20	9	8
SEWARD							5	5	16	12	4	4
SHERIDAN	1	1			1	1	1	1	3	3	2	1
SHERMAN	1	1			2	2	4	4	3	2	1	
SIOUX					No Activity							
STANTON	1	1			1	1	1	1	4	5		
THAYER	1	1			1	1	2	1	1	1	1	1
THOMAS									1	1		
THURSTON									3	3		
VALLEY	3	3			2	2	2	2	3	4	1	1
WASHINGTON					2	2	2	2	7	7	2	1
WAYNE	1	1			1	1	3	3	6	5	3	3
WEBSTER							4	4	6	6		
WHEELER							1	1	1	1		
YORK					2	2	3	3	9	7	5	4
<b>TOTAL</b>	<b>112</b>	<b>107</b>	<b>27</b>	<b>24</b>	<b>181</b>	<b>178</b>	<b>314</b>	<b>293</b>	<b>1026</b>	<b>926</b>	<b>319</b>	<b>317</b>

# Organizations Participating in Gaming Activities

## Wagering By IRS Exemption Code

	Bingo Gross Receipts	
	FYE 6/2007	FYE 6/2008
501(c)(3)	\$ 4,446,204	\$ 3,749,099
501(c)(4)	1,577,630	1,500,507
501(c)(5)	80,897	79,309
501(c)(8)	3,113,970	3,110,227
501(c)(10)	512,778	130,670
501(c)(19)	2,448,088	2,362,664
VF&E	74	26
<b>Total</b>	<b>\$ 12,179,641</b>	<b>\$ 10,932,502</b>

	Pickle Card Gross Proceeds	
	FYE 6/2007	FYE 6/2008
501(c)(3)	\$ 14,822,400	\$ 14,343,515
501(c)(4)	5,228,248	5,074,173
501(c)(5)	195,365	195,843
501(c)(7)	636,512	528,861
501(c)(8)	3,670,626	3,607,466
501(c)(10)	3,184,239	2,840,142
501(c)(19)	7,870,075	8,256,871
VF&E	6,013,478	5,891,003
<b>Total</b>	<b>\$ 41,620,943</b>	<b>\$ 40,737,874</b>

	Lottery and Raffle Gross Proceeds	
	FYE 6/2007	FYE 6/2008
501(c)(3)	\$ 5,078,839	\$ 5,042,080
501(c)(4)	199,907	170,755
501(c)(5)	6,087	
501(c)(6)	95,015	127,000
501(c)(7)	97,500	87,400
501(c)(8)	194,105	157,823
501(c)(10)	174,740	172,175
501(c)(19)	105,456	105,735
VF&E	109,355	88,720
<b>Total</b>	<b>\$ 6,061,004</b>	<b>\$ 5,951,688</b>

The following is a brief explanation of the Internal Revenue Code section 501(c) exemptions.

- 501(c)(3)** Corporations, community chests, funds, or foundations organized and operated exclusively for religious, charitable, scientific, or educational purposes, to foster amateur sports competition, or for the prevention of cruelty to children or animals.
- 501(c)(4)** Civic leagues or nonprofit organizations promoting social welfare or local associations of employees.
- 501(c)(5)** Labor, agricultural, or horticultural organizations.
- 501(c)(6)** Business leagues, chambers of commerce, real estate boards, boards of trade, or professional football leagues.
- 501(c)(7)** Clubs organized for pleasure or recreation.
- 501(c)(8)** Fraternal beneficiary societies, orders, or associations which provide for payment of life, sick, accident, or other benefits to the members or their dependents.
- 501(c)(10)** Domestic fraternal societies, orders, or associations which do not provide for payment of life, sick, accident, or other benefits.
- 501(c)(19)** A post or organization of past or present members of the Armed Forces of the U.S., or an auxiliary unit.

**Also eligible:** Any volunteer fire company, or volunteer first-aid, rescue, ambulance, or emergency squad (VF&E).

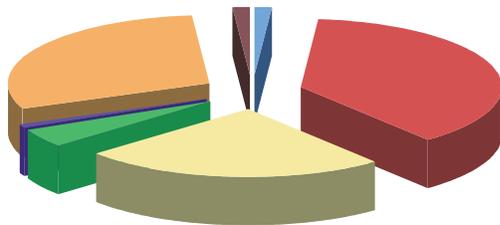
Only those organizations holding an exemption under section 501(c)(3), (4), (5), (8), (10), or (19), or a volunteer fire company, or volunteer first-aid, rescue, ambulance, or emergency squad may apply for a license to conduct bingo or a lottery by the sale of pickle cards.

Additionally, a section 501(c)(7) organization is eligible to apply for a pickle card license.

An organization holding any section 501(c) exemption, or a volunteer fire company, or volunteer first-aid, rescue, ambulance, or emergency squad may apply for a license to conduct lotteries or raffles.

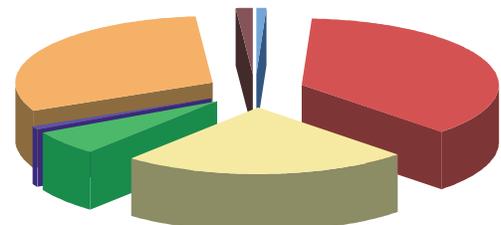
# Number of Licensees by IRS Exemption Code

FYE 6/2007



1.4%	501(c)(10)	2	0.7%	501(c)(5)	1
35.3%	501(c)(19)	49	28.8%	501(c)(8)	40
28.1%	501(c)(3)	39	1.4%	VF&E	2
4.3%	501(c)(4)	6			

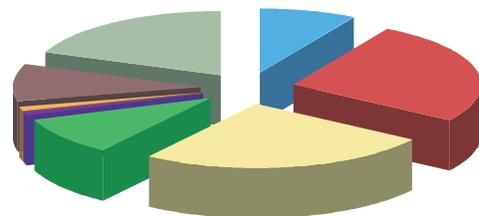
FYE 6/2008



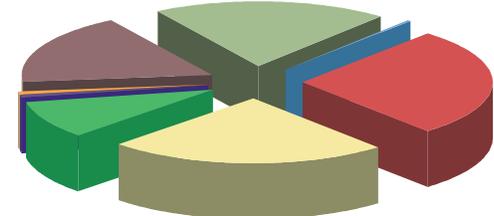
0.8%	501(c)(10)	1	0.8%	501(c)(5)	1
36.6%	501(c)(19)	48	30.5%	501(c)(8)	40
23.7%	501(c)(3)	31	1.5%	VF&E	2
6.1%	501(c)(4)	8			

## Bingo

## Pickle Card

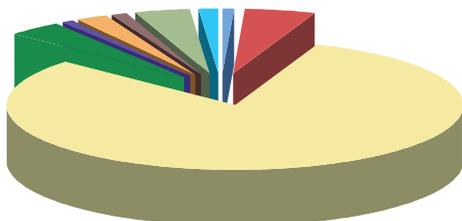


0.4%	501(c)(10)	2	0.8%	501(c)(5)	4
25.8%	501(c)(19)	128	0.6%	501(c)(7)	3
26.3%	501(c)(3)	130	17.2%	501(c)(8)	85
10.1%	501(c)(4)	50	18.8%	VF&E	93

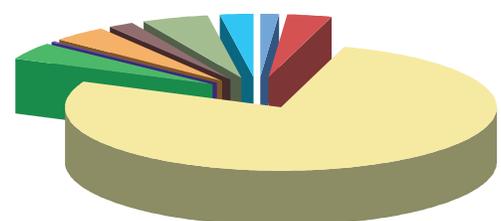


0.4%	501(c)(10)	2	0.6%	501(c)(5)	3
27.2%	501(c)(19)	128	0.8%	501(c)(7)	4
23.9%	501(c)(3)	112	17.8%	501(c)(8)	84
9.3%	501(c)(4)	44	20.0%	VF&E	94

## Lottery and Raffle



1.3%	501(c)(10)	4	3.1%	501(c)(6)	10
3.4%	501(c)(19)	11	1.3%	501(c)(7)	4
80.3%	501(c)(3)	256	4.3%	501(c)(8)	14
4.7%	501(c)(4)	15	1.3%	VF&E	4
0.3%	501(c)(5)	1			



1.3%	501(c)(10)	4	4.1%	501(c)(6)	13
3.4%	501(c)(19)	11	1.9%	501(c)(7)	6
77.1%	501(c)(3)	244	5.0%	501(c)(8)	16
4.4%	501(c)(4)	14	2.5%	VF&E	8
0.3%	501(c)(5)	1			

# Keno Licensed by County\*

	Counties, Cities, & Villages		Lottery Operators		Sales Outlets	
	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008	FYE 6/2007	FYE 6/2008
ADAMS	1	1	1	1	2	1
ANTELOPE	2	2	2	2	3	3
ARTHUR	1	1				
BOX BUTTE	2	2	2	2	6	7
BROWN	2	2	2	2	3	3
BUFFALO	4	4	4	4	8	7
BUTLER	2	2	1	1	2	2
CASS	5	6	5	6	4	6
CEDAR	3	3	3	3	3	2
CHASE	2	2	2	2	2	2
CHEYENNE	3	3	3	2	6	5
CLAY	1	1	1	1	1	1
COLFAX	3	3	3	3	5	5
CUMING	1	1	1	1	2	2
DAKOTA	2	2	2	1	4	2
DAWES	2	2	2	2	5	5
DAWSON	1	1	1	1	4	4
DEUEL	1	2	1	2	2	2
DODGE	4	3	4	3	22	20
DOUGLAS	6	6	6	6	366	377
DUNDY		1		1		1
FILLMORE	4	2	4	2	3	2
FRANKLIN	3	2	2	2	1	2
FRONTIER	1		1		1	
FURNAS	3	2	2	1	3	1
GAGE	4	3	4	3	7	6
GARDEN	1	1	1	1	3	3
GOSPER	1	1	1	1	3	3
GREELEY	2	2	2	2	3	2
HALL	2	2	2	2	8	8
HARLAN	1	1	1	1	2	2
HITCHCOCK	2	1	2	1	2	1
HOLT	1	1	1	1	2	2
HOWARD	2	2	2	2	2	2
JEFFERSON	1	1	1	1	2	2
JOHNSON	2	2	2	2	2	2
KEITH	1	1	1	1	10	9
KIMBALL	1	1	1	1	3	3
KNOX	4	4	4	4	4	4
LANCASTER	6	6	6	6	78	70
LINCOLN	5	5	5	5	12	12
MADISON	1	1	1	1	1	1
MORRILL	1	1	1	1	1	1
NANCE	1	1	1	1	1	1
NEMAHA	1	1	1	1		
NUCKOLLS	2	1	2	1	2	1
OTOE	4	3	4	3	3	3
PAWNEE	1	1	1	1	1	1
PERKINS	2	2	2	2	3	4
PHELPS	2	2	2	2	2	2
PIERCE	3	3	3	3	3	3
PLATTE	3	3	3	2	12	10
POLK	1	1	1	1	1	1
RED WILLOW	1	1	1	1	1	1
SALINE	3	3	3	3	4	4
SARPY	6	6	6	6	36	33
SAUNDERS	6	6	5	4	3	2
SCOTTS BLUFF	6	6	8	6	10	13
SEWARD		1		1		1
SHERIDAN	1	1	1	1	1	1
SHERMAN	1	1				
STANTON		1		1		1
THAYER	1	1	1	1	1	1
VALLEY	1	1	1	1	1	1
WASHINGTON	2	2	2	2	5	4
WHEELER	2	2	1	1	1	1
YORK	2	1	2	1		
<b>TOTAL</b>	<b>149</b>	<b>143</b>	<b>144</b>	<b>133</b>	<b>694</b>	<b>684**</b>

\* Only those counties with county/city lottery licensees in these years are listed.

\*\* Actual number of physical locations is 485.

# Keno Gross Proceeds

County/City	FYE 6/2007	FYE 6/2008
ALLIANCE	\$ 623,718	588,223
ASHLAND	816,450	831,718
AUBURN	167,239	186,188
AVOCA	151,599	172,377
BARNESTON	236,171	123,441
BARTLETT	13,924	33,040
BATTLE CREEK	366,568	631,392
BAYARD	69,860	69,444
BEATRICE	983,813	1,034,598
BEEMER	55,114	62,533
BELLEVUE	6,641,059	7,359,168
BENEDICT	25,724	32,595
BENKELMAN		13,729
BENNINGTON	544,869	381,174
BERTRAND	71,388	35,196
BIG SPRING		155,676
BLAIR	1,228,270	805,682
BLOOMFIELD	77,088	76,617
BLOOMINGTON		1,056
BLUE SPRINGS	607,428	600,040
BRADY	36,812	40,491
CEDAR CREEK	448,768	316,763
CHADRON	265,531	326,144
CHASE CO.	52,397	66,667
CHEYENNE CO.	542,799	777,700
CLARKSON	8,400	9,196
COLUMBUS	2,342,009	2,699,608
CRAWFORD	405,901	415,436
CRETE	618,332	653,739
DANNEBROG	105,731	77,626
DAVID CITY	264,294	244,342
DAWSON CO.	695,772	658,333
DENTON	5,432,879	6,043,606
DEUEL CO.	408,946	
DONIPHAN	578,643	830,801
DORCHESTER	24,922	233,344
EAGLE	31,893	152,424
ELKHORN <sup>1</sup>	1,166,812	
ELM CREEK	144,181	136,806
EUSTIS	2,070	1,514
FAIRBURY	164,945	289,004
FILLMORE CO.	189,203	39,515
FORT CALHOUN	313,282	246,522
FRANKLIN	51,143	19,759
FREMONT	4,333,952	4,690,321
GARDEN CO.	154,640	259,746
GENEVA	12,409	256,980
GENOA	172,260	180,916
GERING	1,290,084	1,463,624
GOSPER CO.	102,948	221,889
GRAFTON	21,526	
GRANT	261,462	171,535
GREENWOOD		29,529
GRETNA	715,584	1,055,703
HADAR	511,248	559,463
HALL CO.	6,021,581	6,428,444
HARDY	253	90
HARLAN CO.	145,367	101,327
HARTINGTON	46,455	89,262
HARVARD	189,710	191,075
HASTINGS	3,849,162	5,110,445
HAY SPRINGS	43,899	35,283
HEBRON	26,528	39,686
HEMINGFORD	292,355	329,689
HERSHEY	165,267	152,705
HITCHCOCK CO.	143	
HOLBROOK	13,237	36,104
HOLDREGE	153,022	220,454
HOWELLS	41,757	63,801
JOHNSTOWN	21,995	86,070
KEARNEY	5,100,067	5,868,580

County/City	FYE 6/2007	FYE 6/2008
KEITH CO.	\$ 1,016,644	1,066,588
KIMBALL	664,455	725,968
KNOX CO.	12,368	24,814
LAVISTA	12,983,809	14,805,553
LINCOLN <sup>2</sup>	19,324,278	23,121,991
LINDSAY	52,603	37,529
LODGEPOLE	6,369	492
LONG PINE	244,317	418,885
LORTON	66,958	51,900
LOUISVILLE		1,985
LYMAN	45,043	95,492
MADRID	33,530	86,771
MCCOOK	250,432	428,633
MCGREW	72,023	86,153
MEMPHIS	161,327	128,226
MILLIGAN	206,079	244,489
MINATARE	127,836	107,425
MORSE BLUFF	81,212	63,537
MURDOCK	62,046	8,453
NELIGH	88,212	106,605
NIOBRARA	43,288	19,901
NORTH BEND	65,544	78,832
NORTH LOUP	98,719	116,454
NORTH PLATTE	5,756,145	6,289,754
OMAHA	62,035,532	63,510,381
ORCHARD	88,648	136,179
OSCEOLA	48,841	57,036
OSMOND	807	46,625
OXFORD	134,808	69,707
PAPILLION	6,455,135	6,541,905
PLAINVIEW	198,691	221,532
PLATTSMOUTH	2,673,036	2,664,322
PLEASANT DALE		74,507
POTTER	115,215	97,515
RALSTON	13,685,769	16,156,453
RANDOLPH	3,310	
RAVENNA	187,395	114,521
SARPY CO.	2,225,092	2,490,228
SCHUYLER	485,618	517,816
SCOTTS BLUFF CO.	3,752,925	3,858,040
SCRIBNER	52,345	9,061
SHELTON	27,361	171,424
SOUTH SIOUX CITY <sup>3</sup>	638,964	826,659
SPALDING	240,106	287,041
SPRAGUE	253,156	277,645
SPRINGFIELD	193,179	181,033
ST. PAUL	319,607	493,927
STANTON		49,811
STERLING	160,986	171,458
STUART	24,987	43,840
SUPERIOR	244,356	191,660
SUTHERLAND	139,898	265,618
SYRACUSE	266,653	493,899
TABLE ROCK		63,864
TECUMSEH	369,274	319,372
TERRYTOWN	804,155	680,340
TRENTON	97,092	165,289
UNADILLA	148,034	176,355
VALLEY	484,841	375,475
VALPARAISO	73,041	39,826
VERDIGRE	88,080	106,470
WACO	565,555	104,426
WAHOO	85,238	32,406
WATERLOO	177,782	187,512
WAUNETA	158,570	194,996
WAVERLY	6,090,984	4,856,360
WILBER	92,207	43,183
WOLBACH	66,393	80,175
WYMORE	35,569	54,643
WYNOT	95,513	100,750
<b>TOTALS</b>	<b>\$ 196,210,843</b>	<b>\$210,833,663</b>

<sup>1</sup> Annexed by City of Omaha March 1, 2007

<sup>2</sup> Includes the Village of Malcolm

<sup>3</sup> Includes the City of Dakota City

# The Games

## Bingo

- **Class I Bingo** – Nonprofit organization with bingo gross receipts of less than \$100,000 per year.
- **Class II Bingo** – Nonprofit organization with bingo gross receipts equal to or greater than \$100,000 per year.
  - **Utilization of Funds Member** – Member of nonprofit organization responsible for the proper use of the bingo gross receipts.
  - **Gaming Manager** – Individual responsible for all gaming activity conducted at the bingo occasions of a Class II bingo licensee.
- **Commercial Lessor** – Person or entity which owns or leases a premises to be leased to a nonprofit organization for the purpose of conducting bingo.
  - **Commercial Bingo Hall** – Premises leased to a nonprofit organization for the purpose of conducting bingo.
- **Special Event Bingo Permit** – Allows a nonprofit organization to conduct bingo on a limited basis at some other type of function held by such organization.
- **Manufacturer** – Person or entity which manufactures bingo equipment and/or pickle cards to be marketed to licensed distributors in Nebraska.
- **Distributor** – Person or entity which sells bingo equipment and/or pickle cards to licensed organizations in Nebraska.

<b>BINGO</b>	<b>Number of Licenses FYE 6/2007</b>	<b>Number of Licenses FYE 6/2008</b>
Organizations Licensed to Conduct Class I Bingo	112	107
Organizations Licensed to Conduct Class II Bingo	27	24
Gaming Managers	38	31
Lessors of Commercial Bingo Halls	6	6
Commercial Bingo Halls	7	8
Special Event Bingo Permits	76	83
Utilization of Funds Members*	1,048	1,010
Manufacturers of Bingo Equipment and Pickle Cards**	9	8
Distributors of Bingo Equipment and Pickle Cards	3	3

\* Total Utilization of Funds Members for all licensed organizations (bingo, pickle cards, and/or lottery and raffle)

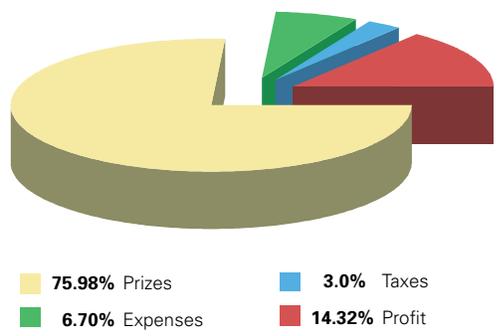
\*\* Not all necessarily manufacture bingo equipment

# Bingo Gross Receipts, Expenses, Taxes, and Profit

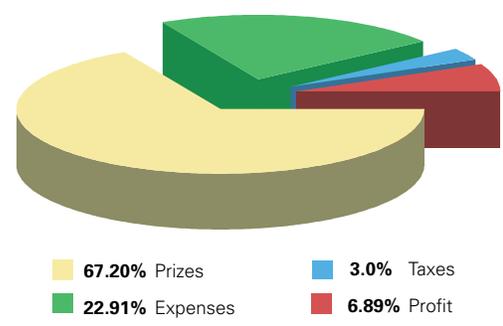
*Fiscal Years Ending June 2008 and June 2007*

	FYE 6/2008 Class I	FYE 6/2008 Class II	FYE 6/2008 Total	FYE 6/2007 Total	Increase (Decrease)
<b>Gross Receipts</b>	<b>\$2,393,316</b>	<b>\$8,539,186</b>	<b>\$10,932,502</b>	<b>\$12,179,641</b>	<b>(\$1,247,139)</b>
<b>Less: Prizes</b>	1,818,440	5,738,493	7,556,933	8,542,922	(985,989)
<b>Expenses</b>	160,422	1,956,285	2,116,707	2,475,910	(359,203)
<b>Taxes</b>	71,800	256,176	327,976	365,388	(37,412)
<b>Profit</b>	<b>\$ 342,654</b>	<b>\$ 588,231</b>	<b>\$ 930,885</b>	<b>\$ 795,421</b>	<b>\$ 135,464</b>

**Class I – FYE 6/2008**

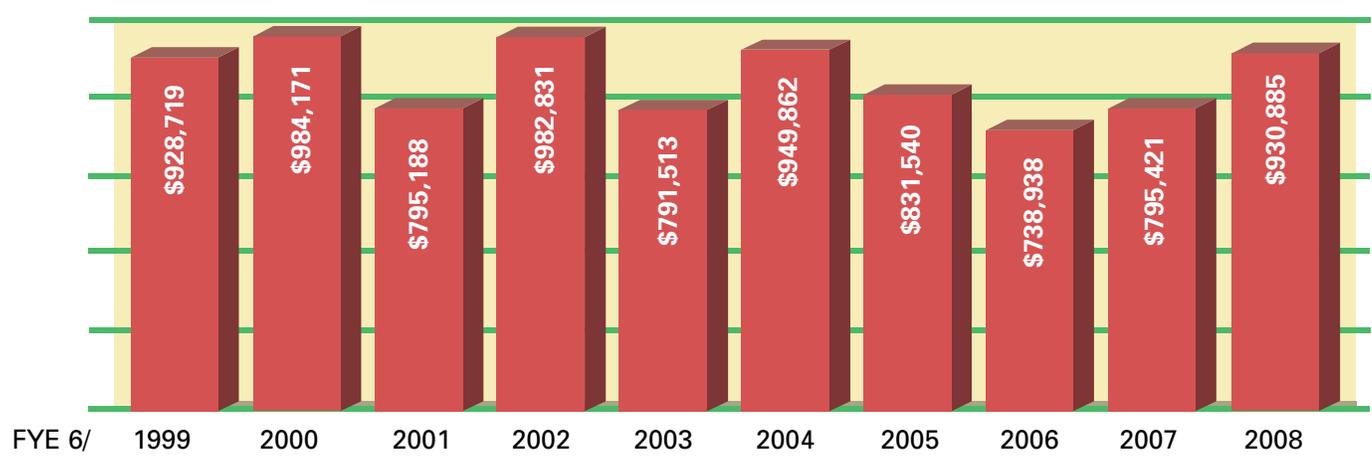


**Class II – FYE 6/2008**



	FYE 6/2008	FYE 6/2007
Number of Occasions Conducted .....	8,767	9,204
Attendance Reported .....	420,647	477,043
Average Player Spend Per Occasion .....	\$25.99	\$25.53

## *Bingo Profit — 1999–2008*



# The Games

## Pickle Cards

- **Class I Pickle Card** – Nonprofit organization which sells pickle cards only at its own premises and/or bingo occasions.
- **Class II Pickle Card** – Nonprofit organization which sells pickle cards only at its own premises, bingo occasions, and/or through licensed pickle card operators.
  - **Utilization of Funds Member** – Member of nonprofit organization responsible for the proper use of the pickle card gross proceeds.
  - **Sales Agent** – Member of nonprofit organization who markets pickle card units to pickle card operators on behalf of a Class II pickle card licensee.
- **Pickle Card Operator** – Person or entity holding a retail liquor license which sells individual pickle cards on behalf of a Class II pickle card licensee.
  - **Pickle Card Operator Authorization** – Authorization for a pickle card operator location to sell individual pickle cards to the public on behalf of a particular Class II pickle card licensee.
- **Pickle Card Dispensing Device Decal** – Registration decal required for each coin- or currency-operated device which dispenses individual pickle cards to the public.
- **Manufacturer** – Person or entity which manufactures bingo equipment and/or pickle cards to be marketed to licensed distributors in Nebraska.
- **Distributor** – Person or entity which sells bingo equipment and/or pickle cards to licensed organizations in Nebraska.

<b>PICKLE CARDS</b>	<b>Number of Licenses FYE 6/2007</b>	<b>Number of Licenses FYE 6/2008</b>
Organizations Licensed to Conduct Class I Lottery by Pickle Cards	181	178
Organizations Licensed to Conduct Class II Lottery by Pickle Cards	314	293
Pickle Card Operators	1,026	926
Pickle Card Operator Authorizations	1,376	1,223
Sales Agents	461	432
Utilization of Funds Members*	1,048	1,010
Pickle Card Dispensing Devices Registered	1,216	1,142
Manufacturers of Bingo Equipment and Pickle Cards**	9	8
Distributors of Bingo Equipment and Pickle Cards	3	3

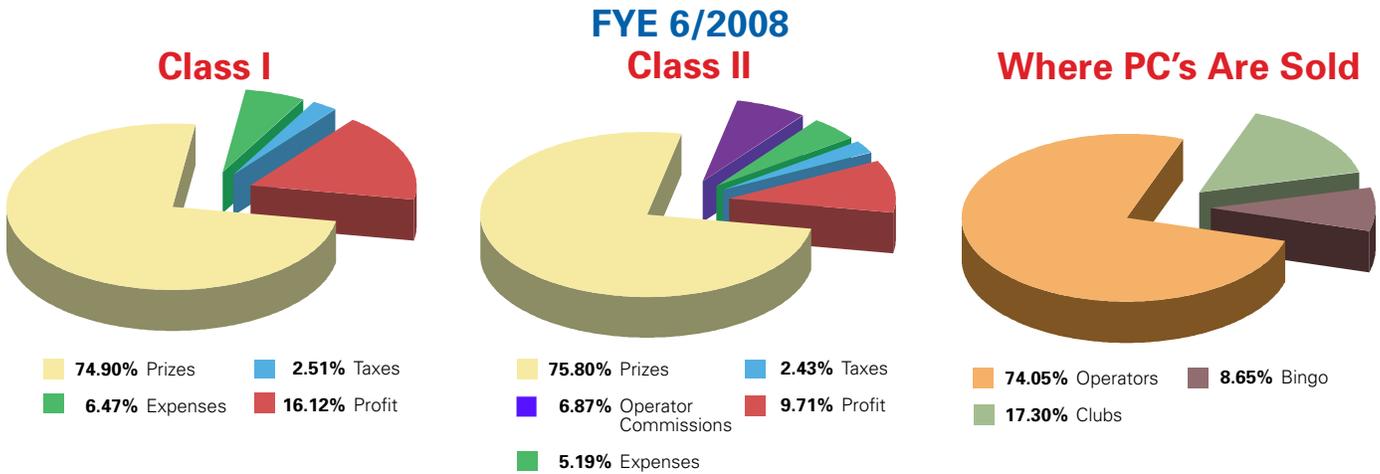
\* Total Utilization of Funds Members for all licensed organizations (bingo, pickle cards, and/or lottery and raffle)

\*\* Not all necessarily manufacture pickle cards

# Pickle Card Gross Proceeds, Expenses, Taxes, and Profit

## Fiscal Years Ending June 2008 and June 2007

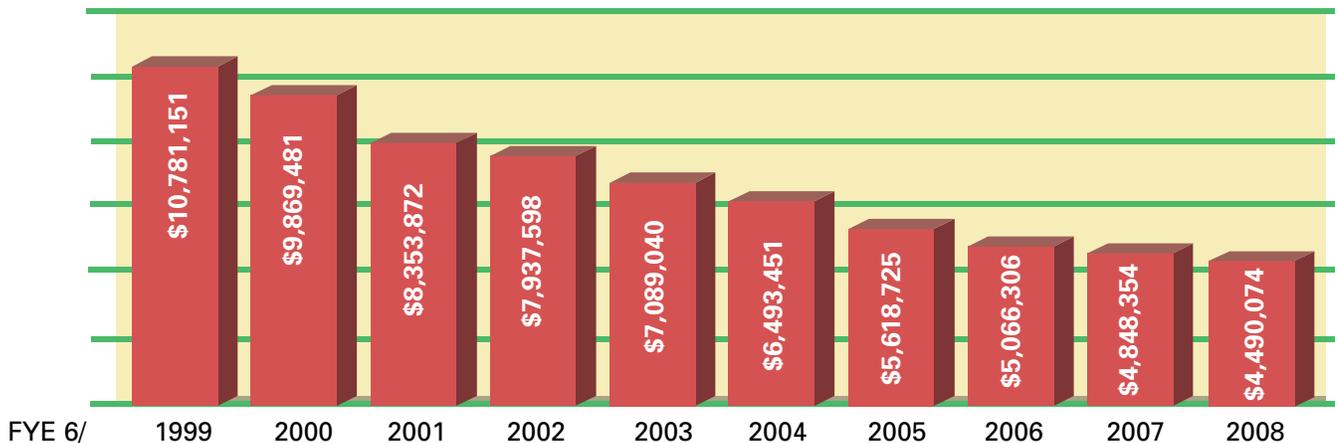
	FYE 6/2008 Class I	FYE 6/2008 Class II	FYE 6/2008 Total	FYE 6/2007 Total	Increase (Decrease)
<b>Gross Proceeds</b>	<b>\$ 8,298,013</b>	<b>\$ 32,439,861</b>	<b>\$ 40,737,874</b>	<b>\$ 41,620,943</b>	<b>(\$883,069)</b>
<b>Less:</b> Prizes	6,215,062	24,587,884	30,802,946	31,374,678	(571,732)
Operator Commissions		2,228,667	2,228,667	2,234,891	(6,224)
Expenses	537,196	1,683,590	2,220,786	2,137,315	83,471
Taxes	<u>208,295</u>	<u>787,106</u>	<b>995,401</b>	<b>1,025,705</b>	(30,304)
<b>Profit</b>	<b>\$ 1,337,460</b>	<b>\$ 3,152,614</b>	<b>\$ 4,490,074</b>	<b>\$ 4,848,354</b>	<b>(\$358,280)</b>



**Note:** The statutory pickle card tax rate is 10 percent of definite profit, which translates to approximately 2.44 percent of gross proceeds. The statutory maximum allowed for a pickle card operator commission is 30 percent of definite profit, which translates to approximately 7 percent of gross proceeds.

	FYE 6/2008	FYE 6/2007
Number of Pickle Card Units Sold .....	19,980	20,666

## Pickle Card Profit — 1999–2008



# The Games

## *Keno*

- **County/City Lottery** – County, city, or village which has approved a lottery by local election seeking to conduct a lottery within its jurisdictional boundaries.
- **Lottery Operator** – Person or entity which contracts with a county, city, or village to conduct a lottery on its behalf.
- **Sales Outlet/Satellite Location** – Person or entity which contracts with a lottery operator to conduct a lottery on behalf of the county, city, or village contracting with the lottery operator.
- **Lottery Worker** – Person who performs any work directly related to the conduct of a county/city lottery.
- **Manufacturer-Distributor** – Person or entity which manufactures county/city lottery supplies and equipment to be marketed in Nebraska or who sells county/city lottery supplies and equipment to the licensed county, city, village, or lottery operator in Nebraska.

<b>COUNTY/CITY LOTTERY</b>	<b>Number of Licenses FYE 6/2007</b>	<b>Number of Licenses FYE 6/2008</b>
Counties, Cities, and Villages Licensed to Conduct Lotteries	149	143
County/City Lottery Operators	144	133
County/City Sales Outlet Locations (includes Satellite Locations)	694	684*
County/City Lottery Workers	4,723	5,209
Manufacturer-Distributors of County/City Lottery Supplies and Equipment	5	5

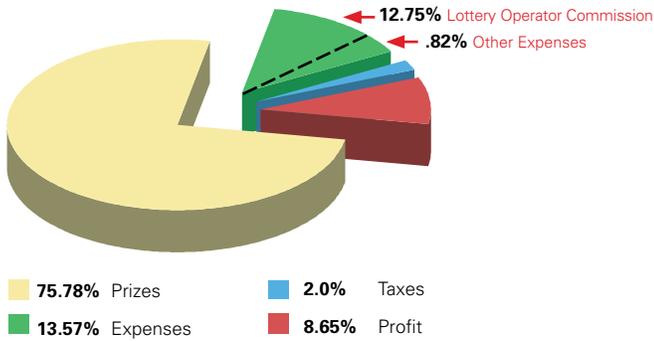
\* Actual number of physical locations is 485.

# Keno Gross Proceeds, Expenses, Taxes, and Profit

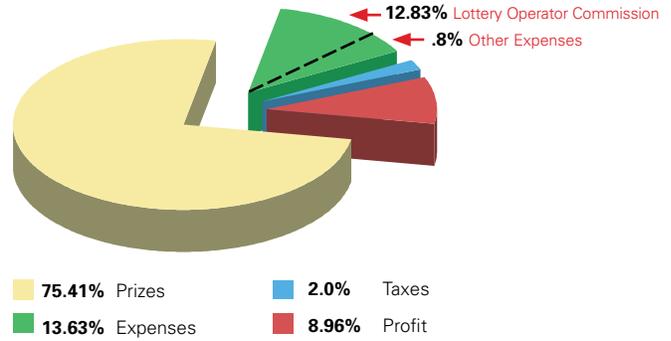
*Fiscal Years Ending June 2008 and June 2007*

	FYE 6/2008	FYE 6/2007	Increase
<b>Gross Proceeds</b>	<b>\$ 210,833,663</b>	<b>\$ 196,210,843</b>	<b>\$14,622,820</b>
<b>Less:</b> Prizes	159,779,172	147,964,566	11,814,606
Lottery Operator Commission	26,877,922	25,168,254	1,709,668
Other Expenses	1,731,419	1,576,066	155,353
<b>Total Expenses</b>	<b>\$ 28,609,341</b>	<b>\$ 26,744,320</b>	
Taxes	4,216,673	3,924,216	292,457
<b>Profit</b>	<b>\$ 18,228,477</b>	<b>\$ 17,577,741</b>	<b>\$ 650,736</b>

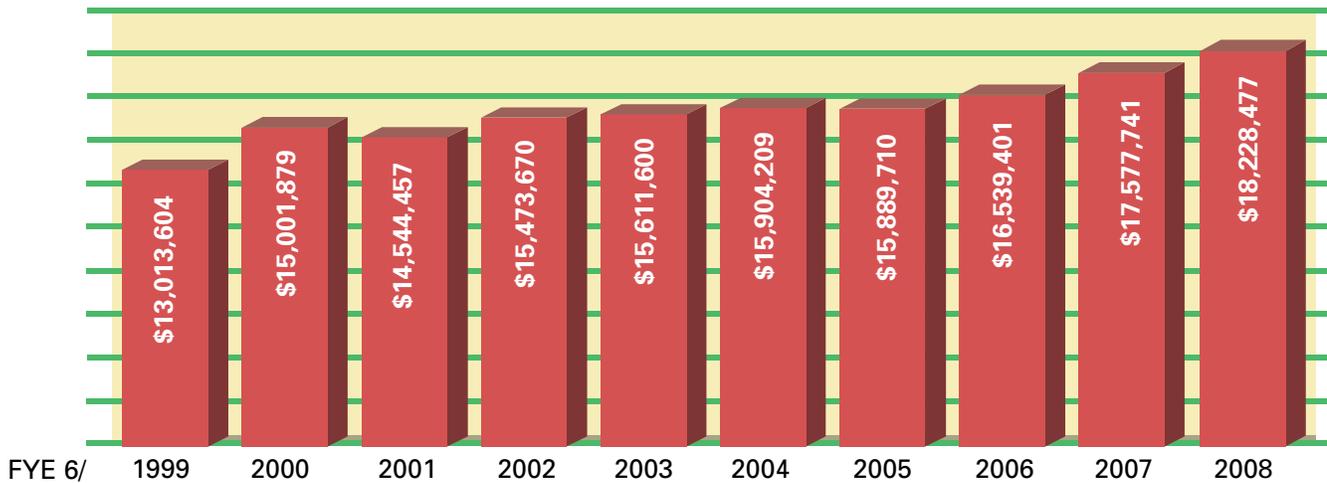
**FYE 6/2008**



**FYE 6/2007**



## *Keno Profit — 1999–2008*



# The Games

## Lottery And Raffle

- **Lottery and Raffle** – Nonprofit organization which conducts a lottery with gross proceeds exceeding \$1,000 and/or a raffle with gross proceeds exceeding \$5,000.
- **Utilization of Funds Member** – Member of nonprofit organization responsible for the proper use of the lottery and raffle gross proceeds.
- **Lottery** – Cash prizes or less than 80 percent of the prizes to be awarded (as determined by their fair market value) are merchandise. Real estate and savings bonds are considered cash prizes.
- **Prizes** – A prize awarded in a lottery or a raffle may include merchandise, cash, or anything of value which may be legally owned and possessed.
- **Raffle** – At least 80 percent of the prizes awarded (as determined by their fair market value) are merchandise. Merchant gift certificates are considered merchandise prizes.
- **Special Permit** – Exempts one licensed lottery and/or one raffle from the otherwise required:
  - a. minimum 65 percent prize payout requirement,
  - b. 10 percent expense limitation, and
  - c. 18 years of age participation restriction.

<b>LOTTERIES AND RAFFLES</b>	<b>Number of Licenses FYE 6/2007</b>	<b>Number of Licenses FYE 6/2008</b>
Organizations Licensed to Conduct Lotteries and Raffles	319	317
Lottery and Raffle Special Permits	248	202
Utilization of Funds Members*	1,048	1,010

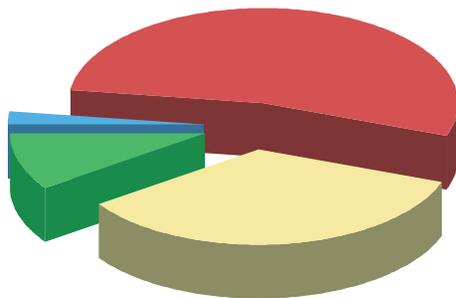
\* Total Utilization of Funds Members for all licensed organizations (bingo, pickle cards, and/or lottery and raffle)

# Lottery and Raffle Gross Proceeds, Expenses, Taxes, and Profit

*Fiscal Years Ending June 2008 and June 2007*

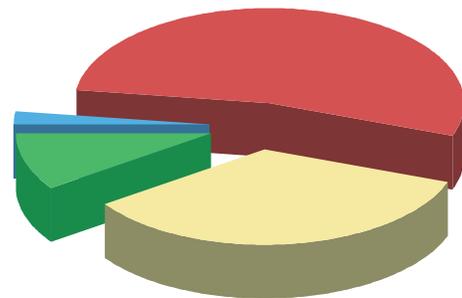
	FYE 6/2008	FYE 6/2007	Increase (Decrease)
Lottery Gross Proceeds	\$ 3,893,013	\$ 4,068,076	(\$175,063)
Raffle Gross Proceeds	2,058,675	1,992,928	65,747
<b>Total Gross Proceeds</b>	<b>\$ 5,951,688</b>	<b>\$ 6,061,004</b>	<b>(\$109,316)</b>
<b>Less:</b> Prizes	2,069,790	2,063,145	6,645
Expenses	581,136	714,031	(132,895)
Taxes	119,034	121,218	(2,184)
<b>Profit</b>	<b>\$ 3,181,728</b>	<b>\$ 3,162,610</b>	<b>\$19,118</b>

**FYE 6/2008**



■ 34.78% Prizes     ■ 2.0% Taxes  
■ 9.76% Expenses     ■ 53.46% Profit

**FYE 6/2007**



■ 34.04% Prizes     ■ 2.0% Taxes  
■ 11.78% Expenses     ■ 52.18% Profit

## *Lottery and Raffle Profit — 1999–2008*

