

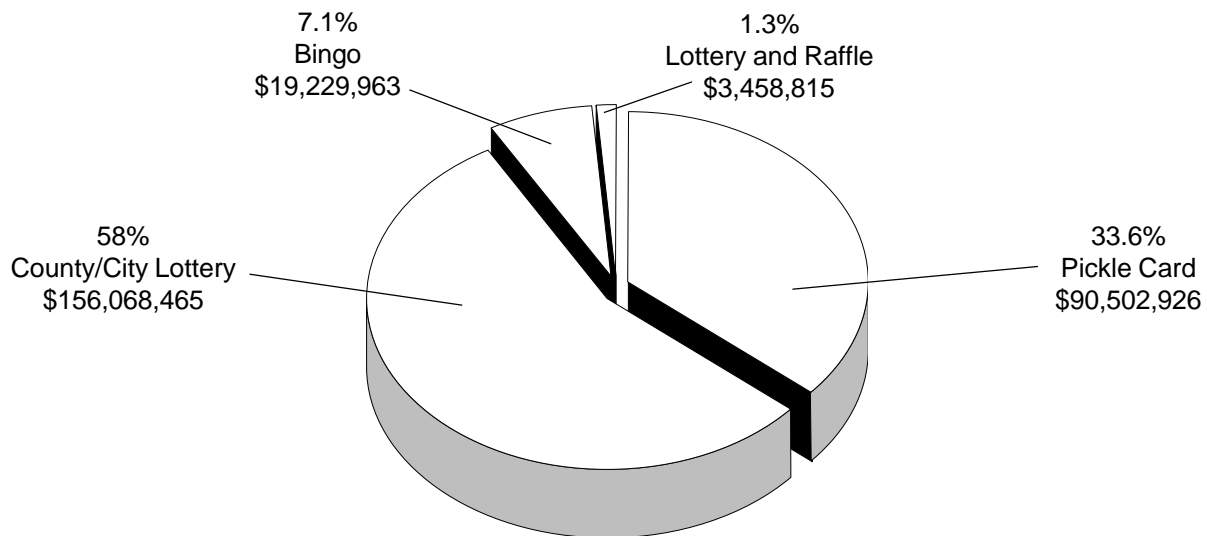
YEAR IN REVIEW

For the fifth consecutive year, the total dollars wagered on all charitable gaming activities declined. During the 1998-99 reporting period, total charitable gaming dollars wagered (\$269,260,169) decreased another 2.8 percent from the previous reporting period, and has declined by 34 percent when compared to its peak year in 1994 when wagering reached \$408,222,880.

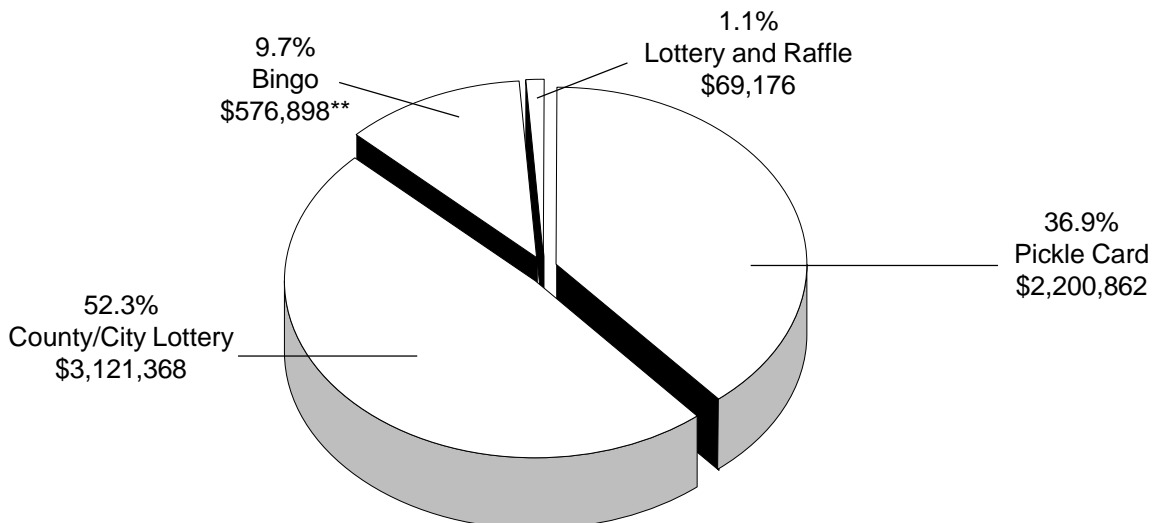
Wagering on all activities, with the exception of county/city lottery (keno), decreased during the reporting period. As was the case in the previous four reporting periods, pickle card sales showed the largest decline, down 9.8 percent. Lottery/raffle activity was down by 2.3 percent, and bingo showed only a slight change from last year decreasing by .65 percent. County/city lottery activity on the other hand recovered some ground this reporting period netting a 1.45 percent increase in wagering over last year. However, as a result of the overall decline in wagering, gaming tax revenues were also down this reporting period (5.9 percent) when compared to last year.

The availability and variety of casino gambling in Iowa and other bordering states continues to be one of the major contributing factors to the decline in Nebraska's charitable gaming wagering. Additionally, the ongoing in-state use of illegal video gaming devices continues to have a negative effect on legitimate charitable gaming operations in Nebraska.

Total Gaming Dollars Wagered – \$269,260,169



Total Gaming Tax Revenue – \$5,968,304*



* Based upon tax returns filed; actual tax revenue received was \$5,948,303.

** Represents state tax only. An additional tax was imposed on the bingo gross receipts by the counties or cities in which bingo was conducted.