

AGENDA

KANSAS RACING AND GAMING COMMISSION

10:00 a.m., Friday, January 23, 2009

AUDITORIUM A

Dwight D. Eisenhower State Office Building

700 SW Harrison, Suite 450

Topeka, Kansas

A. CALL TO ORDER

B. APPROVAL OF THE AGENDA

C. APPROVAL OF MINUTES

1. Minutes of December 4-5, 2008

D. LOTTERY GAMING FACILITY REPORTS/ITEMS

1. Boot Hill

E. COMMISSION ITEMS

1. KRGC Compliance Audit of Anthony Downs for 2008

Commission Action: *Commission review and discussion*

Staff Presentation: Charles LaBoy, Director of Audit and Electronic Security

Staff Recommendation: Staff recommends approval

- a. Staff Memo
- b. KRGC Compliance Audit Memo
- c. Anthony Fair Association financial statements

F. PUBLIC COMMENTS

G. STAFF REPORTS

1. Executive Director
2. Assistant Attorneys General
3. Calendar review
 - a. Commission Meeting Calendar

H. EXECUTIVE SESSIONS

1. Attorney-client communication

I. FURTHER COMMISSION ACTION

J. OTHER MOTIONS

K. ADJOURNMENT

KANSAS RACING AND GAMING COMMISSION

MINUTES – December 4-5, 2008

CALL TO ORDER:
(A.)

Chair Sader called the December 4-5, 2008, meeting to order at 10:02 am on December 4, 2008, at The Ramada Inn, 420 SE Sixth Street, Topeka, Kansas. Commissioners Sader, Braun, Falstad, McKechnie, and Schwan were present. Others present included Executive Director Stephen Martino; Chief Gaming Officer Robert Krehbiel; Director of Racing Frances Snell; Assistant Attorney General Patrick Martin; Director of Audit/Electronic Security Charles LaBoy; Director of Security Don Brownlee; Director of Communications/ Responsible Gaming Mike Deines; Director of Administration Don Cawby; Commission Recording Secretary Linda Pendarvis and other staff.

MOTION, APPROVE
AMENDED AGENDA:
(B.)

Commissioner Schwan (Braun) moved to approve the agenda as amended. Motion passed unanimously.

MOTION, APPROVE
NOVEMBER 7, 2008,
MEETING MINUTES:
(C.)

Commissioner Schwan (Braun) moved to approve the minutes of the November 7, 2008, commission meeting as submitted. Motion passed unanimously.

DISCUSSION, KHA
REIMBURSEMENT FROM
KANSAS BRED
PROGRAM:
(D.1.)

The Commission heard Neysa Thomas, Chief Fiscal Officer, discuss reimbursement to the Kansas Horsemen's Association for expenses incurred for the operation of the Kansas Bred Program for the month of August 2008.

MOTION, APPROVE
PARTIAL REIMBURSE-
MENT FROM KANSAS
BRED PROGRAM:
(D.1.)

Commissioner Falstad (Schwan) moved to approve a \$500 partial reimbursement with subsequent reimbursements to be made as funds become available.

MOTION WITHDRAWN:

Commissioner Falstad (Schwan) withdrew the motion in order to hear comments from Jerry Johnson on behalf of the Kansas Horsemen's Association.

COMMENTS FROM JERRY
JOHNSON, KANSAS
HORSEMEN'S
ASSOCIATION:
(D.1.)

The Commission heard Jerry Johnson explain expense requirements of the KHA from the current date through the end of 2008. Mr. Johnson requested that monies collected prior to the next Commission meeting be made available for release as they become available.

Kansas Racing and Gaming Commission

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MOTION, APPROVE
PARTIAL REIMBURSE-
MENT FROM KANSAS
BRED PROGRAM:
(D.1.)

Commissioner McKechnie (Falstad) moved to approve a \$500 partial reimbursement with subsequent reimbursements to be made as funds become available. In addition, authority is given to the Executive Director to approve additional payments on a per item basis for the months of September, October, and November. Motion passed unanimously.

DISCUSSION, KHA
COMPLIANCE AUDIT FOR
YEAR ENDED DEC. 31,
2007:
(D.2.)

The commission heard Charles LaBoy, Director of Audit and Electronic Security, review the compliance audit for the Kansas Horsemen's Association for the year ended December 31, 2007.

MOTION, APPROVE KHA
COMPLIANCE AUDIT FOR
YEAR ENDED DEC. 31,
2007:
(D.2.)

Commissioner Schwan (McKechnie) moved to approve the audit report and related financial statements as presented. Motion passed unanimously.

DISCUSSION, NON-
APPROVAL OF LGFRB
RECOMMENDATION OF
SUMNER GAMING JOINT
VENTURE:
(D.3.)

The commission heard Patrick Martin, Assistant Attorney General, discuss the non-approval of the Lottery Gaming Facility Review Board's August 22, 2008, recommendation of Sumner Gaming Joint Venture LLC, dba Harrah's Kansas.

MOTION, NON-
APPROVAL OF LGFRB
RECOMMENDATION OF
SUMNER GAMING JOINT
VENTURE:
(D.3.)

Commissioner Falstad (Braun) moved that the Kansas Racing and Gaming Commission not approve the August 22, 2008, recommendation of the Lottery Gaming Facility Review Board, in light of Sumner Gaming Joint Venture LLC's voluntary withdrawal from the south central gaming zone. The Kansas Racing and Gaming Commission makes this final decision so that the Kansas Lottery may restart the application in the south central zone and to be clear this is not a decision on KRGC's part regarding Sumner Gaming Joint Venture LLC's background. Motion passed unanimously.

PUBLIC COMMENTS:
(E.)

The commission heard public comments as follows:

- Jerry Johnson, Kansas Horsemen's Association
- Robert Leftwich, Wellington, speaking on behalf of gaming in the south central zone
- Ed Van Petten, executive director of the Kansas Lottery, responding to comments by Robert Leftwich
- Janis Hellard, director Sumner County Economic Development Commission

STAFF REPORT,
MARTINO:
(F.1.)

The commission heard a staff report from Mr. Martino.

STAFF REPORT,
KREHBIEL:
(F.2.)

The commission heard a staff report from Mr. Krehbiel.

STAFF REPORT,
ASSISTANT ATTORNEYS
GENERAL:
(F.3.)

The commission heard a staff report from Mr. Martin.

STAFF REPORT, CAWBY:
(F.4.)

The commission heard a staff report from Mr. Cawby.

MOTION, EXECUTIVE
SESSION:
(G.1.)

Commissioner Schwan (Braun) moved that the commission take a 15-minute break followed by an executive session from 11:15 am to 11:45 am for the purpose of attorney-client communication. Those included in the executive session were the commission, Mr. Martino, Mr. Krehbiel, and Mr. Martin. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as a part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session. Motion passed unanimously.

RECONVENE:

The commission meeting reconvened at 11:45 am with all members present as previously noted.

MOTION, EXECUTIVE
SESSION:
(G.2.)

Commissioner Braun (Schwan) moved that the commission adjourn into executive session from 11:47 am to 1:00 pm for the purpose of receiving confidential information and data pertaining to the background investigations of gaming facility managers. Pursuant to the Kansas Expanded Lottery Act, all such information and data furnished to or obtained by the commission shall be considered confidential and shall not be revealed; therefore, persons present in executive session will only include commission members, the commission's law enforcement agents and financial auditors, the executive director, and counsel. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as a part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session. Motion passed unanimously.

RECONVENE:

The commission meeting reconvened at 1:00 pm with all members present as previously noted.

MOTION, EXECUTIVE
SESSION:
(G.3.)

Commissioner Schwan (Braun) moved that the commission take a 10-minute break followed by an executive session from 1:15 pm to 1:35 pm for the purpose of attorney-client communication. Those included in the executive session were the commission, Mr. Martino, Mr. Krehbiel, and Mr. Martin. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as a part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session. Motion passed unanimously.

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- RECONVENE: The commission meeting reconvened at 1:38 pm with all members present as previously noted.
- MOTION, RECESS Commissioner Braun (McKechnie) moved that the commission recess until 10 am on Friday, December 5. Motion passed unanimously.
- RECONVENE: The commission meeting reconvened at 10:00 am on Friday, December 5, with all members present as previously noted.
- MOTION, APPROVE AMENDED AGENDA: Commissioner Braun (McKechnie) moved to approve the agenda as amended. Motion passed unanimously.
- DISCUSSION, APPROVAL OF BOOT HILL RESORT AND CASINO LLC BACKGROUND REPORT: (H.1.a.) The commission heard Mr. Martin discuss the background report of Boot Hill Resort and Casino LLC.
- MOTION, APPROVE BOOT HILL RESORT AND CASINO LLC BACKGROUND REPORT: (H.1.a.) Commissioner Falstad (McKechnie) moved to approve the background report of Boot Hill Resort and Casino LLC. Motion passed unanimously.
- DISCUSSION, APPROVAL OF BOOT HILL RESORT AND CASINO LLC CONTRACT: (H.1.b.) The commission heard Mr. Martin discuss the recommendation of the Lottery Gaming Facility Review Board to approve the contract between Boot Hill Resort and Casino LLC and The Kansas Lottery.
- MOTION, APPROVAL OF BOOT HILL RESORT AND CASINO LLC CONTRACT: (H.1.b.) Commissioner Braun (McKechnie) moved to accept the recommendation of the Lottery Gaming Facility Review Board to approve the contract between Boot Hill Resort and Casino LLC and The Kansas Lottery for the southwest gaming zone. Motion passed unanimously.
- DISCUSSION, NON-APPROVAL OF KANSAS ENTERTAINMENT LLC RECOMMENDATION AND CONTRACT: (H.2.b.) The commission heard Mr. Martin and Mr. Van Petten discuss non-approval of the Lottery Gaming Facility Review Board's recommendation to accept the background report of Kansas Entertainment LLC.
- MOTION, NON-APPROVAL OF KANSAS ENTERTAINMENT LLC RECOMMENDATION AND CONTRACT: (H.2.b.) Commissioner Schwan (Falstad) moved that the Kansas Racing and Gaming Commission not approve the recommendation of the Lottery Gaming Facility Review Board, in light of Kansas Entertainment LLC's voluntary withdrawal from the northeast gaming zone. The Kansas Racing and Gaming Commission makes this final decision so that the Kansas Lottery may restart the application in the northeast zone and to be clear this is not a decision on KRGC's part regarding Kansas Entertainment LLC's background. Motion passed unanimously.

PUBLIC COMMENTS:

Chair Sader called for public comments. There were none.

MOTION, EXECUTIVE
SESSION:

(I.)

Commissioner Falstad (McKechnie) moved that the commission go into executive session from 10:20 am to 10:40 am for the purpose of attorney-client communication. Those included in the executive session were the commission, Mr. Martino, Mr. Krehbiel, and Mr. Martin. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as a part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session. Motion passed unanimously.

RECONVENE:

The commission meeting reconvened at 10:42 am with all members present as previously noted.

ADJOURN:

(J.)

Commissioner Braun (McKechnie) moved to adjourn at 10:43 am. Motion passed unanimously.

SUBMITTED BY:

William Falstad
Secretary

APPROVED BY:

Carol H. Sader
Chair

Kansas Racing and Gaming Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: January 23, 2009

AGENDA ITEM: KRGK Compliance Audit of Anthony Downs for 2008

PRESENTER: Charles LaBoy, KRGK Director of Audit & Electronic Security

ISSUE SUMMARY: The Anthony Downs 2008 compliance was conducted on November 18, 2008, and the financial report is included herein. The Commission may require any fair association or horsemen's nonprofit organization licensee to file a financial audit in accordance with Commission direction (K.A.R. 112-17-11).

COMMISSION ACTION REQUIRED/REQUESTED: Commission discussion, consideration and possible action on Anthony Down's 2008 financial report.

STAFF RECOMMENDATIONS: Staff recommends approval of the Anthony Down's 2008 financial report.

Memo

To: Stephen L. Martino, Executive Director, KRGC
From: Charles LaBoy, Director of Audit & Electronic Security, KRGC
CC:
Date: January 9, 2009
Re: Anthony 2008 Financial Report

Commission staff has completed a compliance audit of the accompanying Balance Sheet of the Anthony Fair Association as of October 31, 2008, and the related statements of income, changes in equity and cash flows for the year then ended. These financial statements are the responsibility of the association's management. Our objective was to determine whether the underlying financial activity at Anthony Downs was in compliance with the Kansas Racing and Gaming Commission's rules and regulations.

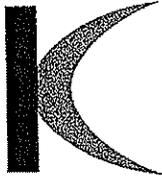
Our audit consisted of inquiries of Association personnel and analytical procedures applied to financial data and transactions. This compliance audit is substantially less in scope than an audit of financial statements in accordance with Statement on Auditing Standards as promulgated by the auditing standards board of the AICPA. During the compliance audit, nothing came to our attention that indicated any non-compliance with Kansas Racing and Gaming rules and regulations during the period under audit. Additionally, no financial statement adjustments of a material nature were proposed by Commission staff to the Association.

Included is a report titled Anthony Downs 2008 Profit and Loss Comparison. Since the association did not present comparative financial statements this report allows for comparison to the prior year and to their budget. Additionally, this report lists October 31, 2008 income and expenses in much greater detail than provided on the Income Statement provided by the Anthony Fair Association.

Also included is a report titled Anthony Downs 2008 Expense Analysis prepared on the cash basis. The objective of this report was to determine the allocation of the operations of Anthony Downs between expenses that were allowed to be charged against the KRGC grant and expenditures that were not. As detailed in the provided report, expenditures that were allowable to be charged against the grant exceeded the grant award amount by \$28,117. Additionally, this report separated those expenses that were attributable to the pari-mutuel activity at Anthony Downs from non pari-mutuel related expenditures. This analysis concluded that the pari-mutuel activity at Anthony Downs resulted in a net loss of \$17,222. The use of the Anthony Downs facility during periods outside of the horse meet resulted in a net loss of \$8,595.

The final report included is titled Anthony Downs 2008 KRGC Expenses. This report lists commission expenses charged to the Horse Fair Racing Benefit Fund for the regulation of the Anthony Downs 2008 horse meet. Expenses on this report totaled \$56,895.

ANTHONY FAIR ASSOCIATION
FINANCIAL STATEMENTS
Year Ended October 31, 2008



KENNEDY AND COE, LLC

To the Board of Directors
Anthony Fair Association
Anthony, Kansas

REPORT OF ACCOUNTANTS

We have compiled the accompanying balance sheet of **Anthony Fair Association** as of October 31, 2008, and the related statements of income, changes in equity and cash flows for the year then ended in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

We are not independent with respect to the **Anthony Fair Association**.

Respectfully submitted,

Kennedy and Coe, LLC

Anthony, Kansas
November 11, 2008

ANTHONY FAIR ASSOCIATION

Anthony, Kansas

BALANCE SHEET

October 31, 2008

ASSETS

Current Assets	
Cash	\$ 9,753
Restricted cash	197
Total Current Assets	<u>9,950</u>
Property, Plant and Equipment, at Cost	
Land	7,320
Buildings	243,890
Equipment and improvements	86,322
	<u>337,532</u>
Less accumulated Depreciation	<u>(248,345)</u>
Total Property, Plant and Equipment	<u>89,187</u>
Total	<u>\$ 99,137</u>

LIABILITIES

Current Liabilities	
Accounts payable	<u>\$ 395</u>
Stockholders' Equity	
Common stock, \$10 par, issued and outstanding 680 shares	6,775
Retained earnings	<u>91,967</u>
Total Stockholders' Equity	<u>98,742</u>
Total	<u>\$ 99,137</u>

See Accountants' Compilation Report
The accompanying notes are an integral part of these financial statements.

ANTHONY FAIR ASSOCIATION
Anthony , Kansas

INCOME STATEMENT
Year Ended October 31, 2008

Income	
State of Kansas	\$ 169,113
Concessions	25,392
Added Money	16,744
Mutuels and breaks	27,148
Gate receipts	9,244
Race sponsors	10,900
Entry Fees	5,000
Program sales	4,295
Miscellaneous	17,386
Total Income	<u>285,222</u>
Expense	
Purse expense	112,940
Contract labor	56,127
Insurance	28,170
Wages	18,088
Advertising	9,401
Concession expense	11,348
Depreciation	5,844
Repairs	15,976
Rent	7,804
Utilities	4,249
Taxes and licenses	3,829
Supplies	8,610
Legal and accounting	6,366
Payroll taxes	1,384
Miscellaneous	21,267
Total Expense	<u>311,403</u>
Other Income (Expense)	
Dividend income	91
Interest income	187
Total Other Income	<u>278</u>
Net Income/(Loss)	<u>\$ (25,903)</u>

See Accountants' Compilation Report
The accompanying notes are an integral part of these financial statements.

ANTHONY FAIR ASSOCIATION
Anthony, Kansas

STATEMENT OF CASH FLOWS
Increase (Decrease) in Cash
Year Ended October 31, 2008

Cash Flows from Operating Activities	
Net income/(loss)	<u>\$ (25,903)</u>
Adjustments to reconcile net income to net cash provided by (used in) operating activities	
Depreciation and amortization	5,844
(Increase) Decrease in Assets:	
Inventory	2,000
Accounts receivable	221
Increase (Decrease) in Liabilities:	
Accounts payable	86
Total Adjustments	<u>8,151</u>
Net Cash Provided By (Used In) Operating Activities	<u>(17,752)</u>
Cash Flows from Investing Activities	
Purchase of equipment	<u>2,650</u>
Net Cash Provided By (Used In) Investing Activities	<u>(2,650)</u>
Net Increase (Decrease) in Cash for Year	(20,402)
Cash at Beginning of Year	<u>30,352</u>
Cash at End of Year	<u>\$ 9,950</u>

See Accountants' Compilation Report
The accompanying notes are an integral part of these financial statements

ANTHONY FAIR ASSOCIATION
Anthony, Kansas

STATEMENT OF CHANGES IN EQUITY
Year Ended October 31, 2008

	Common Stock	Retained Earnings	Totals
Balance, October 31, 2007	\$ 6,775	\$ 117,870	\$ 124,645
Add: Net income/(Loss)	-	(25,903)	(25,903)
Balance October 31, 2008	<u>\$ 6,775</u>	<u>\$ 91,967</u>	<u>\$ 98,742</u>

See Accountants' Compilation Report
The accompanying notes are an integral part of these financial statements.

ANTHONY FAIR ASSOCIATION
Anthony, Kansas

NOTES TO FINANCIAL STATEMENTS
October 31, 2008

1. Summary of Significant Accounting Policies

- a. **Nature of Operations:** The Anthony Fair Association is a not-for-profit corporation established for community fair activities. The last several years it has engaged in horse and dog pari-mutuel racing.
- b. **Basis of Accounting:** The accompanying financial statements are presented on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles. Using this method, revenues are recognized when earned and expenses are recognized when incurred.
- c. **Tax Exempt Status:** The Anthony Fair Association is incorporated as a not-for-profit corporation under the statutes of the State of Kansas and is exempt from Federal income taxes under section 501(c) (5) of the Internal Revenue Code. Engaging in pari-mutuel horse and dog racing is not a tax exempt activity for the Anthony Fair Association.
- d. **Use of Estimates:** The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual results could differ from those estimates.
- e. **Cash Equivalents:** For purposes of the statements of cash flows, the Association considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.
- f. **Inventories:** Inventories are valued at lower of cost or market. Cost is determined by the first in-first out (FIFO) method.
- g. **Depreciation:** Depreciation of property, plant, and equipment is computed using the straight-line method over the estimated useful lives. Accelerated methods and lives are used for tax purposes.

2. Line of Credit

The Association had available during the fiscal year agreements with the First National Bank of Anthony and Kanza Bank for a combined \$34,433 line of credit. The agreements matured on September 30, 2008; therefore no balance existed on October 31, 2008.

3. Restricted Funds

Under the rules of the State of Kansas pari-mutuel horse and dog racing certain cash funds have restricted use. The Anthony Fair Association has one cash account that has restricted use for next years' racing. The balance was \$197 as of October 31, 2008.

Kansas Racing and Gaming Commission
Anthony Downs 2008 Profit and Loss Comparison

	2008 Actual	2007 Actual	Actual 08 vs Actual 07	2008 Budget	Actual 08 vs Budget 08
Income					
Added money - WGP	16,744	17,425	-3.91%	25,600	-34.59%
Advertising in programs	3,550	900	294.44%	900	294.44%
Caps and t-shirt sales	2,388	1,949	22.52%	-	-
Concessions	25,392	21,777	16.60%	22,000	15.42%
Dance	775	755	2.65%	800	-3.13%
Donations	-	180	-	-	-
Entry fees	5,000	8,950	-44.13%	-	-
Gate receipts	9,244	8,758	5.55%	8,750	5.65%
Interest	278	327	-14.98%	350	-20.57%
Kansas City Barbeque Society	6,732	6,825	-1.36%	6,800	-1.00%
Miscellaneous	975	169	476.92%	6,350	-84.65%
Programs	4,295	3,939	9.04%	4,000	7.38%
Race sponsorships	10,900	14,644	-25.57%	15,000	-27.33%
Share of handle	27,148	24,656	10.11%	24,000	13.12%
Simulcast pool grant	169,113	187,494	-9.80%	160,000	5.70%
Site lease income	2,600	2,400	8.33%	-	-
Stable rent *	366	1,011	-63.80%	1,000	* -63.40%
Total Income	<u>285,500</u>	<u>302,159</u>	<u>-5.51%</u>	<u>275,550</u>	<u>3.61%</u>
Expenses					
Advertising and promotions	9,401	12,201	-22.95%	10,000	-5.99%
Concession supplies	11,348	11,855	-4.28%	11,855	-4.28%
Contract Labor	56,127	60,190	-6.75%	68,000	-17.46%
Contributions	-	-	-	-	-
Cost of entertainment	1,000	1,500	-33.33%	1,500	-33.33%
Cost of caps and t-shirts	2,915	3,085	-5.51%	6,500	-55.15%
Depreciation	5,844	6,060	-3.56%	5,690	2.71%
Dues and subscriptions	75	75	0.00%	-	-
Gas/fuel/oil	797	535	48.97%	500	59.40%
Insurance	28,170	29,433	-4.29%	29,500	-4.51%
Interest	-	-	0.00%	-	-
Kansas City Barbeque Society	7,162	6,470	10.70%	6,500	10.18%
Legal and accounting	6,366	3,734	70.49%	4,000	59.15%
Meals and entertainment	658	744	-11.56%	-	-
Miscellaneous rentals	7,804	5,166	51.06%	5,200	50.08%
Office expense	691	485	42.47%	500	38.20%
Other miscellaneous expenses	879	1,220	-27.95%	23,000	-96.18%
Other taxes and licenses	3,829	3,095	23.72%	3,000	27.63%
Payroll taxes	1,384	1,704	-18.78%	1,800	-23.11%
Race purses - greyhounds	17,998	22,183	4.62%	18,000	-
Race purses - horse	94,943	85,770	69.94%	90,733	4.64%
Repairs	15,976	9,401	69.94%	10,000	59.76%
Salaries	18,088	22,277	-18.80%	-	-
State fees - commission	4,473	4,719	-5.21%	2,000	123.65%
Supplies	8,610	8,503	1.26%	5,000	72.20%
Telephone	819	353	132.01%	500	63.80%
Travel and entertainment	1,797	1,092	64.56%	-	-
Utilities	4,249	4,887	-13.06%	4,900	-13.29%
Total expenses	<u>311,403</u>	<u>306,737</u>	<u>1.52%</u>	<u>308,678</u>	<u>0.88%</u>
Net income/(loss)	<u>(25,903)</u>	<u>(4,578)</u>	<u>-82.33%</u>	<u>(33,128)</u>	<u>-21.81%</u>

**Kansas Racing and Gaming Commission
Anthony Downs 2008 Expense Analysis-Cash Basis**

	Expenses Allowable Under Grant	Other Pari-mutuel Related Activity	Total Pari-Mutuel Related Activity	Non Pari-Mutuel Related Activity	Total
Revenue					
Added money - WGP	\$ -	\$ 16,744	\$ 16,744	\$ -	\$ 16,744
Advertising in programs	-	3,550	3,550	-	3,550
Caps and t-shirt sales	-	2,388	2,388	-	2,388
Concessions	-	25,392	25,392	-	25,392
Dance	-	775	775	-	775
Donations	-	-	-	-	-
Entry fees	-	5,000	5,000	-	5,000
Gate receipts	-	9,244	9,244	-	9,244
Interest	-	-	-	278	278
Kansas City Barbeque Society	-	6,732	6,732	-	6,732
Miscellaneous	-	975	975	-	975
Programs	-	4,295	4,295	-	4,295
Race sponsorships	-	10,900	10,900	-	10,900
Share of handle	-	27,148	27,148	-	27,148
Simulcast pool grant	169,113	-	169,113	-	169,113
Site lease income	-	-	-	2,600	2,600
Stable rent	-	-	-	366	366
Total Revenue	169,113	113,143	282,256	3,244	285,500
Expenses					
Advertising and promotions	-	9,401	9,401	-	9,401
Concession supplies	-	11,349	11,349	-	11,349
Contract Labor	53,427	-	53,427	2,700	56,127
Contributions	-	-	-	-	-
Cost of entertainment	-	1,000	1,000	-	1,000
Cost of caps and t-shirts	-	2,915	2,915	-	2,915
Depreciation	-	5,844	5,844	-	5,844
Dues and subscriptions	-	0	-	75	75
Gas/fuel/oil	759	-	759	38	797
Insurance	28,170	-	28,170	-	28,170
Interest	-	-	-	-	-
Kansas City Barbeque Society	-	7,162	7,162	-	7,162
Legal and accounting	-	-	-	6,366	6,366
Meals and entertainment	-	658	658	-	658
Miscellaneous rentals	7,963	-	7,963	-	7,963
Office expense	691	-	691	-	691
Other miscellaneous expenses	-	879	879	-	879
Other taxes and licenses	-	3,829	3,829	-	3,829
Payroll taxes	1,384	-	1,384	-	1,384
Race purses	60,000	52,941	112,941	-	112,941
Repairs	14,903	-	14,903	1,073	15,976
Salaries	18,088	-	18,088	-	18,088
State fees - commission	-	4,473	4,473	-	4,473
Supplies	8,610	-	8,610	-	8,610
Telephone	820	-	820	-	820
Travel and entertainment	-	1,797	1,797	-	1,797
Utilities	2,415	-	2,415	1,587	4,002
Total expenses	197,230	102,248	299,478	11,839	311,317
Net Income (Loss)	\$ (28,117)	\$ 10,895	\$ (17,222)	\$ (8,595)	\$ (25,817)

Kansas Racing and Gaming Commission
Anthony Downs 2008 KRGC Expenses

KRGC Expenditures	
Salaries & wages	37,606.20
Communication	346.98
Travel & subsistence	14,182.20
Lab fees	4,605.00
Professional and scientific supplies	0.00
Other supplies	154.72
Total KRGC Expenditures	<u>56,895.10</u>

January - December, 2009

Commission Planner

Jan 2009						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

JANUARY

23 Commission Meeting

FEBRUARY

19 Commission Meeting

MARCH

13 Commission Meeting

APRIL

16 Commission Meeting

MAY

15 Commission Meeting

JUNE

12 Commission Meeting

Jul 2009						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

Feb 2009						
S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28

Aug 2009						
S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

Mar 2009						
S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30	31				

Sep 2009						
S	M	T	W	T	F	S
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

Apr 2009						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	

Oct 2009						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

May 2009						
S	M	T	W	T	F	S
						1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

Nov 2009						
S	M	T	W	T	F	S
1	2	3	4	5	6	7
8	9	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27	28
29	30					

Jun 2009						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	

Dec 2009						
S	M	T	W	T	F	S
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31