

## AGENDA

KANSAS RACING AND GAMING COMMISSION  
10:00 a.m., Thursday, October 8, 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 September 11, 2009](#)

### D. KANSAS LOTTERY COMMISSION REPORT

### E. LOTTERY GAMING FACILITY REPORTS/ITEMS

1. Butler National Service Corp./Boot Hill Casino and Resort

### F. COMMISSION ITEMS

1. Update Status of KRGC Greyhound and Equine Research Grants

*Commission Action:*                      *Commission review and discussion*

*Staff Presentation:*                      David Schultz, Chief Audit Officer

*Staff Recommendation:*                  None at this time

- a. [Staff Memo](#)

- b. [KRGC Awarded Research Grants](#)

2. Semi-annual activity report of inspections and investigations of bingo operations

*Commission Action:*                      *Discussion, consideration and possible action*

*Staff Presentation:*                      Stephen Martino, Executive Director

*Staff Recommendation:*                  Acknowledge receipt of report

- a. [Staff Memo](#)

- b. [ABC Activity Report](#)

### G. PUBLIC COMMENTS

### H. STAFF REPORTS

1. Executive Director
2. Director of Communications/Responsible Gambling
3. Director of Administration
  - a. [Commission Meeting Calendar](#)

I. EXECUTIVE SESSION

1. Attorney-client communication
2. Electronic security issues
3. Background investigation reports

J. OTHER BUSINESS/FURTHER COMMISSION ACTION

1. Approval of two electronic gaming machines

*Commission Action:*                      *Commission review and discussion*  
Staff Presentation:                      Charles LaBoy, Director of Audit and Electronic Security  
Staff Recommendation:                      Approval as outlined in Staff Memo

- a. [Staff Memo](#)
- b. [Gaming Laboratories International Letter](#)

2. Discussion, consideration and possible action on licenses or positions

a. Boot Hill Casino

- i. Kerry Kaiser                                      Director of Human Resources
- ii. Rhonda Hasse                                      Finance Director

b. GTECH

- i. Thomas Bailey                                      Senior Network Engineer
- ii. Jason Bickham                                      Field Service Technician
- iii. Charles Calhoun, Jr.                                      Field Service Technician
- iv. Heather Clifford                                      Consulting Software Engineer
- v. Brenda Henry-Sewell                                      Software Engineer, Spielo

c. KRGC staff

- i. D. J. Lopez                                      Enforcement Agent
- ii. Dennis Bachman                                      Enforcement Agent
- iii. Carol Spiker                                      Responsible Gambling Coordinator

K. ADJOURNMENT

**KANSAS RACING AND GAMING COMMISSION**

**MINUTES – SEPTEMBER 11, 2009**

- CALL TO ORDER:  
(A.) Chair Sader called the September 11, 2009, meeting to order at 1:30 pm at 700 SW Harrison, Auditorium A, Suite 450, Topeka, Kansas. Commissioners Sader, Braun, Falstad, McKechnie, and Schwan were present at the meeting. Others present included Executive Director Stephen Martino; 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; Special Assistant Attorney General Jay Hall; Commission Recording Secretary Linda Pendarvis and other staff.
- MOTION, APPROVE AGENDA:  
(B.) Commissioner Falstad (Braun) moved to approve the agenda as presented. Motion passed unanimously.
- MOTION, APPROVE AUGUST 14, 2009, MEETING MINUTES:  
(C.) Commissioner McKechnie (Braun) moved to approve the minutes of the August 14, 2009, commission meeting as submitted. Motion passed unanimously.
- DISCUSSION, FY 2011 BUDGET:  
(E.1.) The commission heard Mr. Cawby present the revised budget for FY 2010 and 2011 and review the documents included in the agenda packet. John McElroy, Executive Director of the State Gaming Agency, summarized the budget for that agency.
- MOTION, APPROVE FY 2010 and 2011 BUDGET:  
(E.1.) Commissioner Falstad (Braun) moved to approve the revised FY 2010 and 2011 budget request for the Kansas Racing and Gaming Commission and the State Gaming Agency as presented. Commissioner Schwan suggested amending the motion to say, “subject to technical changes.” Motion was amended accordingly and passed unanimously.
- DISCUSSION, FINAL APPROVAL OF GAMING REGULATIONS 112-104-34 TO -41:  
(E.2.) The commission heard Mr. Martin discuss final approval of gaming regulations 112-104-34 to -41, regarding internal control standards for forms and keys.
- MOTION, APPROVE GAMING REGULATIONS 112-104-34 TO -41:  
(E.2.) Commissioner McKechnie (Falstad) moved to approve K.A.R. 112-104-34 to -41 as presented. On a roll call vote, the motion passed unanimously.

DISCUSSION, EXTENSION  
OF TERMS FOR THE  
WOODLANDS  
RECOGNIZED OWNER  
GROUPS:  
(E.3.)

The commission heard Mr. LaBoy discuss extension of terms for the Woodlands Recognized Owner Groups. Because of the Woodlands closure, the requirements for holding elections for the Woodlands Recognized Horse and Greyhound Owners Groups cannot be met. Without action by the commission, the current greyhound terms will expire on September 30, 2009, and the horse terms will expire on September 30, 2010.

MOTION, EXTEND  
TERMS FOR THE  
WOODLANDS  
RECOGNIZED OWNER  
GROUPS:  
(E.3.)

Commissioner Schwan (Braun) moved to issue a commission order extending the terms of the Woodlands Recognized Horse Owners Group and Recognized Greyhound Owners Group by two years. Motion passed unanimously.

LOTTERY GAMING  
FACILITY  
REPORTS/ITEMS:  
(D.1.)

The commission heard Clint Patty, attorney for Butler National Service Corp. d/b/a Boot Hill Casino and Resort. Mr. Patty reported that the exterior of the building is almost entirely completed, and interior work is in progress. The casino remains on target to have most of the interior finished by the end of October and ready for "soft openings" in late November or early December 2009. A mid-December opening for the entire casino is anticipated. A final floor plan was provided to the commissioners.

DISCUSSION, LICENSES  
OF THE RACING  
ASSOCIATION OF  
KANSAS EAST, THE  
RACING ASSOCIATION  
OF KANSAS SOUTHEAST,  
WICHITA GREYHOUND  
CHARITIES, KANSAS  
RACING LLC, WICHITA  
GREYHOUND PARK AND  
WICHITA GREYHOUND  
PARK/CAMPTOWN:  
(E.4.)

The commission heard Mr. Martino discuss renewal of licenses for The Racing Association of Kansas East, The Racing Association of Kansas Southeast, Wichita Greyhound Charities, Kansas Racing LLC, Wichita Greyhound Park and Wichita Greyhound Park/Camptown. At its July meeting, the commission requested that within 60 days track licensees submit reopening plans to be considered as part of the commission's review of the licenses and their possible revocation. Chair Sader opened the floor to comments from spectators:

- Doug Lawrence, Kansas Greyhound Association, clarified the KGA's non-endorsement of the Woodlands plan.
- Jerry Johnson spoke on behalf of the minor breeds.
- Howard Grace, owner of the Woodlands, addressed the Woodlands proposal. He was joined by Bruce Schmitter, Woodlands Director of Finance, in responding to questions posed by Mr. Martino.
- Kevin Allis spoke on behalf of Wichita Greyhound Park.
- Pam Davis spoke as a breeder and member of the Kansas Thoroughbred Association.

The commission delayed any action at this point pending advice from legal counsel during executive session.

September 11, 2009

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CALL FOR PUBLIC  
COMMENTS:  
(F.)

Chair Sader called for public comments. There were none.

STAFF REPORT,  
MARTINO:  
(G.1.)

The commission heard a staff report from Mr. Martino.

- There is only one remaining casino applicant in Wyandotte County; Penn National has replaced Cordish in the Kansas Entertainment proposal at the Kansas Speedway.
- The Kansas Lottery Gaming Facility Review Board will be meeting in Wyandotte County on Tuesday, September 15, and in Sumner County on Wednesday, September 16. They will be meeting in Topeka on October 26 and 27 to hear consultant reports and recommendations and further applicant presentations. The Review Board will meet and vote on December 1 and 2.
- Mr. Martino suggested the following changes to the commission meeting schedule for the remainder of the year:
  - Meet on October 8, as scheduled, but in Topeka not Abilene as previously discussed.
  - Consolidate the November and December meetings into one meeting to be held on December 4 in Dodge City rather than November 13 and December 11.

STAFF REPORT, DEINES:  
(G.2.)

The commission heard a staff report from Mr. Deines.

- Website creation for the problem gambling group is going well.
- Mr. Deines gave the commissioners a card containing information on the helpline number, the website address, and problem gambling warning signs.

MOTION, EXECUTIVE  
SESSION:  
(H.1.)

Commissioner Braun (Schwan) moved that the commission take a 5-minute break, followed by a 30-minute executive session from 3:20 pm to 3:50 pm for the purpose of attorney-client communication. Those included in the executive session were the commission, Mr. Martino, Mr. Martin, and Mr. Hall. 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 3:55 pm with all members present as previously noted.

MOTION, EXECUTIVE  
SESSION:  
(H.1.)

Commissioner Braun (Schwan) moved that the commission continue the executive session for another 10 minutes from 3:55 pm to 4:05 pm for the purpose of attorney-client communication. Those included in the executive session were the commission, Mr. Martino, Mr. Martin, and Mr. Hall. 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 4:05 pm with all members present as previously noted.

MOTION, EXECUTIVE  
SESSION:  
(H.2.)

Commissioner McKechnie (Braun) moved that the commission go into executive session from 4:05 pm to 4:15 pm for the purpose of reviewing 10 background reports. Those included in the executive session were the commission, Mr. Martino, Mr. Martin, and Mr. Brownlee. 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 4:16 pm with all members present as previously noted.

MOTION, APPROVE  
BACKGROUND REPORT:  
(I.1.)

Commissioner Schwan (McKechnie) moved to approve the following licenses:

- a. Boot Hill Casino
  - i. Morgan Riekenberg Admin. Asst. to the General Manager
- b. GTECH Corp.:
  - i. Jeris Anderson Administrative Coordinator
  - ii. Troy Baird Computer Operator
  - iii. Sean Bollig Field Service Technician
  - iv. Virgil Croxell Field Service Technician
  - v. David Franco Systems Engineer
  - vi. John Griffin Systems Engineer
  - vii. Kathy Pfannenstiel Information Technology Specialist
  - viii. Thomas Robichaud Software Developer

ix. Jeffery Skinner Marketing Representative  
Motion passed unanimously.

MOTION, LICENSES OF  
THE RACING  
ASSOCIATION OF  
KANSAS EAST, THE  
RACING ASSOCIATION  
OF KANSAS SOUTHEAST,  
WICHITA GREYHOUND  
CHARITIES, KANSAS  
RACING LLC, WICHITA  
GREYHOUND PARK AND  
WICHITA GREYHOUND  
PARK/CAMPTOWN:  
(E.4.)

Commissioner Braun (Schwan) moved that if plans to resume racing are not implemented within 30 days after *sine die* of the 2010 legislative session, that the licenses of The Racing Association of Kansas East, The Racing Association of Kansas Southeast, Wichita Greyhound Charities, Kansas Racing LLC, Wichita Greyhound Park and Wichita Greyhound Park/Camptown be automatically revoked. After discussion, the motion passed four to one with Commissioner Falstad voting in opposition.

ADJOURN:

Commissioner Braun (McKechnie) moved to adjourn at 4:25 pm. Motion passed unanimously.

SUBMITTED BY:

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William Falstad  
Secretary

APPROVED BY:

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Carol H. Sader  
Chair

*Kansas Racing and Gaming Commission*

**STAFF AGENDA MEMORANDUM**

**DATE OF MEETING:** October 8, 2009

**AGENDA ITEM:** **Update status of KRGC greyhound and equine research grants**

**PRESENTER:** David Schultz, Chief Audit Officer

**ISSUE SUMMARY:** Commission staff has reviewed the expenditure reports and related research papers, required pursuant to KAR 112-15-6, where provided, and is updating the Commission on the status of the greyhound and equine grants and related reporting as of September 25, 2009.

**COMMISSION ACTION REQUIRED/REQUESTED:** Commission review and discussion.

**STAFF RECOMMENDATIONS:** No further action at this time.

### KRGC Awarded Research Grants

<u>Grant Year</u>	<u>Grant Title</u>	<u>Purpose of Grant</u>	<u>Grant Amount</u>	<u>Principal Investigator</u>	<u>Institution</u>	<u>Expenditure Reports</u>	<u>Project Update</u>	<u>Research Paper</u>	<u>Grant Period</u>	<u>Revision of Grant Period</u>	<u>Comments</u>
2003	Molecular Approaches for Improving the Greyhound's Immune response, Reproductive Efficiency, and Racing Performance: Breeding for Optimal Histocompatibility Genotypes	Greyhound	\$ 53,100.00	W. Fortney, B.Fenwick	KSU	9/2/08 7/25/05 2/1/05 8/30/04 2/2/04	2/2/04	No paper forthcoming	7/1/03 - 6/30/04	7/1/03 - 6/30/08	Requested NCX 5/1/06 and 6/16/06. New PI requested 6/23/04. Project terminated due to lack of breeding participants. Unspent \$8,107 returned via interfund, 9/16/08.
2003	The Incidence and Severity of Exercise Induced Pulmonary Hemorrhage (EIPH) in Racing Greyhounds ( <i>See 2004 grant proposal notebook</i> )	Greyhound	\$ 21,522.00	D. Poole, H. Erickson, McDonough	KSU	8/30/04	2/2/04	4/15/2008	7/1/03 - 6/30/04	6/30/05 - 6/30/06 7/1/04 - 6/30/05	Requested NCX 6/22/04. Final manuscript received at KRGC on 4/27/06 (to be considered for publication)
2003	Testing the Efficacy of a New Kennel Cough Vaccine and the Reliability of Serologic Tests to Determine Immunity to Bordatella Bronchiseptica	Greyhound	\$ 55,100.00	B. Fenwick	KSU	2/2/04 8/30/04	2/2/04	No paper forthcoming	7/1/03 - 6/30/04		No vaccine hence no research paper. Fenwick resigned. Last expenditure report indicated all funds had been spent.
2003	Determination of the Mechanistic Basis for the Reduction of EIPH with Concentrated Equine Serum	Equine	\$ 13,549.00	H. Erickson	KSU	8/30/04	2/15/06 2/2/04	2/15/06	7/1/03 - 6/30/04	6/1/03 - 5/31/04	Reallocate funds 6/24/04. Manuscript received in 2006-incl. finding of the 2003 and 2004 studies on EIPH.
2004	The Incidence and Severity of Exercise-induced Pulmonary Hemorrhage (EIPH) in Racing Greyhounds	Greyhound	\$ 20,000.00	D. Poole, H. Erickson	KSU	7/25/05 2/1/05		4/15/08	7/1/04 - 6/30/05	7/1/04 - 6/30/06	4/27/06 Manuscript received & to be considered for publication. NCX requested 6/22/04. Re-budget 5/16/05.
2004	Cytochrome P-450 Drug Metabolism in Greyhounds	Greyhound	\$ 39,000.00	R. Hunter	KSU				7/1/04 - 6/30/05		Hunter resigned, KSU relinquished funds, 8/9/04. Motion to carry \$ forward to 2005 passed by KRGC, 10/8/04.
2004	Securing the Quality of the Racing Greyhound Breed: Real-time Percentage Analysis of All Breeding Greyhounds	Greyhound	\$ 20,000.00	W. Fortney, B. Fenwick, M. Kerrigan	KSU				7/1/04 - 6/30/05		Fenwick left KSU, grant dissolved. Motion to carry \$ forward to 2005 passed by KRGC 7/9/04.
2004	Establishment, Development and Maintenance of the Kansas Racing Greyhound Health Institute (KRGHI)	Greyhound	\$ 40,000.00	B. Fortney, B. Fenwick	KSU	7/29/05 2/1/05		N/A-Internet site	7/1/04 - 6/30/05		Fenwick established the Greyhound Health Information Network (GHRIN) web based resource center in 2005.

### KRGC Awarded Research Grants

<u>Grant Year</u>	<u>Grant Title</u>	<u>Purpose of Grant</u>	<u>Grant Amount</u>	<u>Principal Investigator</u>	<u>Institution</u>	<u>Expenditure Reports</u>	<u>Project Update</u>	<u>Research Paper</u>	<u>Grant Period</u>	<u>Revision of Grant Period</u>	<u>Comments</u>
2004	The Role of Pulmonary Leukocytes in Reducing EIPH with Concentrated Equine Serum (Phase I)	Equine	\$ 11,980.68	H. Erickson	KSU	7/14/05 5/25/05 8/30/04		4/15/08	4/1/04 - 6/30/05		Phase II (2005) All funds expended per final report
2005	Does Left Ventricular Mass, Heart Size, and the Presence of Valvular Regurgitation Affect Performance in Racing Greyhounds?	Greyhound	\$ 60,158.00	Erickson, Poole, Bulmer	KSU	9/7/07 2/1/06	4/5/08	No published paper. Erickson hopes to eventually do a manuscript on this. (As of 9/9/09)	7/1/05 - 6/30/06	7/1/05 - 6/30/07	Budget review 2/3/06. Last expenditure report indicates all \$60,158 was spent.
2005	Developing Reliable Screening and Confirmatory Diagnostic Procedures for Kennel Cough Agents Including Canine Influenza Virus	Greyhound	\$ 103,000.00	Fortney, Kapil, S.	KSU	7/24/08 4/15/08 4/27/07 2/1/06 7/25/05	2/16/06 3/1/08 4/15/08	Not Published 4/15/08	7/1/05 - 6/30/06	4/12/2007	5/19/05 Request for pre-award costs. Budget review 5/10/06. Results of this project are not of a publishable nature. Final expend report dated 7/24/08 indicates all funds expended.
2005	The Role of Pulmonary Leukocytes in Reducing EIPH with Concentrated Equine Serum - Phase II	Equine	\$ 10,089.00	Erickson, Poole	KSU	6/30/07 2/1/06 7/25/05		4/15/08	7/1/05 - 6/30/06	7/1/05 - 6/30/07	All grant funds were expended, per 6/30/07 report. Copy of report received.
2006	Field Applications of Advanced Diagnostic Testing for Kennel Cough Agents Including Canine "Influenza Virus"	Greyhound	\$ 70,150.00	Fortney, Oberst, Kapil	KSU	4/15/08 7/31/07 1/25/07	3/15/08	Need more samples.	7/1/06 - 6/30/10 (Revised to end 6/30/10)	Granted 4/08	Budget review 4/5/06. Dr. Fortney called 8/24 and will be updating KRGC on this grant.
2006	Evaluating the Racing Greyhound's Immune Status Against the Common Infectious Diseases Using Serological Titers	Greyhound	\$ 21,650.00	Fortney	KSU	4/15/08 7/31/07	3/15/08	Submit in 2009	7/1/06 - 6/30/07	N/A	Dr. Fortney called 8/24 and will be updating KRGC on this grant.
2006	Pharmacokinetic and Pharmacodynamic Modeling of Oral Dexamethasone Administered to Healthy Horses	Equine	\$ 11,000.00	Davis, KuKanich	KSU	4/15/08 7/31/07 1/25/07	4/15/08 1/30/07 8/18/09	To be published	7/1/06 - 6/30/07		Budget review 4/5/06.

**KRGC Awarded Research Grants**

<u>Grant Year</u>	<u>Grant Title</u>	<u>Purpose of Grant</u>	<u>Grant Amount</u>	<u>Principal Investigator</u>	<u>Institution</u>	<u>Expenditure Reports</u>	<u>Project Update</u>	<u>Research Paper</u>	<u>Grant Period</u>	<u>Revision of Grant Period</u>	<u>Comments</u>
2008	Developing Advanced Molecular Diagnostics For Differentiation of Mycoplasma Sp. Isolated from Coughing Greyhounds	Greyhound	\$21,650.00	Fortney	KSU	Rec'd by e-mail on 8/5/09	Pending	To be published-90 days after end of grant	7/1/08-6/30/09	N/A	Dr. Fortney called 8/24 and will be updating KRGC on this grant.
2008	Evaluation of the Safety and Efficacy of a New Bordetella Bronchiseptic Vaccine on Dogs	Greyhound	\$ 81,082.00	Fortney	KSU	Two reports rec'd by e-mail: 12/31/08 & 6/30/09	Pending	To be published-90 days after end of grant	Per KSU-7/1/08-6/30/11	N/A	Dr. Fortney called 8/24 and has raised issues that need clarification prior to completion of the work. At the suggestion of Exec. Director, I directed him to use Protocol A in completion of the project.
2008	Pharmacokinetics and Pharmacodynamics of the Analgesic Tramadol and Its Active Metabolite in Greyhound Dogs	Greyhound	\$ 23,081.00	KuKanich	KSU	Rec'd by e-mail on 8/5/09	Draft Report rec'd 8/10/09	To be published-90 days after end of grant	7/1/08-6/30/09	N/A	
2008	An Equine Leg Stress Sensor Feasibility Study-Phase I	Equine	\$ 24,291.00	Lookadoo	Pitt St. Univ.	Two reports-6 month periods ended 12/31/08 and 6/30/09	Received 8/7/09	Extended due date of 3/31/10	7/1/08-6/30/09	Dr. Lookadoo is seeking an extension to 3/31/10-for the final report	At the direction of Exec. Dir., I authorized an extension of time to 3/31/10 to Dr. Lookadoo. \$6,992 of the grant funds are not expended as of 9-22-09.

*Kansas Racing and Gaming Commission*

**STAFF AGENDA MEMORANDUM**

**DATE OF MEETING:** October 8, 2009

**AGENDA ITEM:** **Semi-annual activity report of inspections and investigations of bingo operations**

**PRESENTER:** Stephen L. Martino, Executive Director

**ISSUE SUMMARY:** Kansas statute KSA 79-4715 requires the director of Alcoholic Beverage Control to submit semi-annual activity reports to the Commission concerning inspections and investigations of bingo operations in Kansas. The current report is for first six months of calendar year 2009.

**COMMISSION ACTION REQUIRED/REQUESTED:** Commission review and acknowledgment of receipt of the report.

**STAFF RECOMMENDATIONS:** Acknowledge receipt of the report.

**REPORT TO RACING AND GAMING COMMISSION**  
**01/01/09 to 06/30/09**

K.S.A. 79-4715 – Reports to racing and gaming commission. The director of alcoholic beverage control of the department of revenue shall submit to the Kansas racing and gaming commission semiannual activity reports concerning inspections of bingo operations in this state.

There were 56 investigations by compliance agents during this time period including:

Routine	52
Complaints	4

The following actions during this time period:

Complaints-4

- K.S.A. 79-4706 (e) “No person may receive any remuneration or profit for participating in the management, conduct or operation of any game of bingo managed, conducted or operated by a licensee.”  
*This remains under investigation.*
- K.S.A. 79-4705 (a) “On dates prescribed by the administrator, every operator shall make a return to the administrator upon forms prescribed by the administrator.”  
*Operation was visited by an agent during a routine check. Agent worked with volunteer to get problems straightened out. Violations were issued.*
- Agent investigated serial numbers on a Flair. No statues were found to be in violation.  
*No violation was issued.*
- Agent investigated complaint but found it was not on the organization as reported.  
*No violation was issued.*

Warning -1

- K.S.A. 79-4706 (u) Every licensee who has gross receipts of \$1,000 or more received from participation in games, admission fees of charges and from any other source directly related to the operation or conduct of any games of bingo in any calendar month shall maintain a bingo trust bank account into which all such receipts are deposited daily and from which all payments are made relating to the management, operation or conduct of any games of bingo, except payment of prizes of less than \$200.00.  
*Agent worked with volunteers to get corrected. No violation was issued.*

Violations- 102

1 violation

- K.S.A. 79-4706 (u) Every licensee who has gross receipts of \$1,000 or more received from participation in games, admission fees of charges and from any other source directly related to the operation or conduct of any games of bingo in any calendar month shall maintain a bingo trust bank account into which all such receipts are deposited daily and from which all payments are made relating to the management, operation or conduct of any games of bingo, except payment of prizes of less than \$200.00.  
*Agent discovered this during routine check. This occurred multiple times. A violation was issued.*

100 violations

- K.S.A. 79-4705 (a) “On dates prescribed by the administrator, every operator shall make a return to the administrator upon forms prescribed by the administrator.”  
*Organizations were late in reporting. Fines were issued.*

1 violation

- K.A.R. 92-23-14 (b) “Whenever a licensee intends to conduct bingo games on a date or at a time Different from that previously furnished in writing to the secretary of revenue, the licensee shall submit written notice of the change to the bingo enforcement unit of the department of revenue at

least seven days prior to the effective date of that change.  
*Organization switched dates and times with another organization and failed to notify the department. A fine was issued.*

# September 2009 - August 2010

## Commission Planner

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			

### SEPTEMBER

11 Commission Meeting

### OCTOBER

8 Commission Meeting

### DECEMBER

4 Commission Meeting (in Dodge City)

### JANUARY

15 Commission Meeting

### FEBRUARY

12 Commission Meeting

### MARCH

12 Commission Meeting

### APRIL

16 Commission Meeting

### MAY

14 Commission Meeting

### JUNE

11 Commission Meeting

Mar 2010						
S	M	T	W	T	F	S
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13	14	15	16	17	18	19
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27	28	29	30	31		

Oct 2009						
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Apr 2010						
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Nov 2009						
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29	30					

May 2010						
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30	31					

Dec 2009						
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27	28	29	30	31		

Jun 2010						
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13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

Jan 2010						
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						

Jul 2010						
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 2010						
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 2010						
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				

*Kansas Racing and Gaming Commission*

**STAFF AGENDA MEMORANDUM**

**DATE OF MEETING:** October 8, 2009

**AGENDA ITEM:** **Approval of electronic gaming machines**

**PRESENTER:** Charles LaBoy, Director of Audit and Electronic Security

**ISSUE SUMMARY:** Attached are excerpts of the Gaming Laboratories International (GLI) testing letters indicating passing results of the examination of the below listed prototype devices for compliance with KRGC technical standards as adopted under K.A.R. 112-110-1(a). Those testing standards are required by the Expanded Lottery Act.

Specifically, these prototype devices passed GLI testing:

**Aristocrat MKVI upright video machine and new associated software. GLI file number: MO-15-ARI-01-47; and**

**Aristocrat Viridian GEN7 upright video machine and new associated software. GLI file number: PA-22-ARI-07-01**

In light of that testing, K.A.R. 112-107-3(j) requires the Commission to take one of the following options after review of the independent testing laboratory's report:

- (1) Approve;
- (2) approve with conditions;
- (3) reject the submitted prototype or modification; or
- (4) require additional testing or a trial period.

**COMMISSION ACTION REQUIRED/REQUESTED:** Commission review and discussion and approval.

**STAFF RECOMMENDATIONS:** Staff recommends approval of the above listed prototype devices.

Additionally, we currently have hundreds of such electronic gaming machine and lottery facility games being tested by GLI. Staff is receptive to the Commission's direction to process future approvals as consent agenda items unless there is a unique issue to consider.



**Date of Report:** September 22, 2009

**Issued To:** Mr. Charles LaBoy, CPA, Director of Audit and Electronic Security  
Kansas Racing and Gaming Commission  
Eisenhower State Office Building  
700 SW Harrison, Suite 500  
Topeka KS 66603-3754

**Issued By:** Gaming Laboratories World Headquarters  
Christine M. Gallo  
Sr. Director of Technical Compliance & Quality Assurance  
600 Airport Road, Lakewood, NJ 08701  
(732) 942-3999  
[www.gaminglabs.com](http://www.gaminglabs.com)

**Tested By:** Gaming Laboratories – Las Vegas Service Center  
7160 Amigo Street, Las Vegas, NV 89119

**Certification of:** One New Aristocrat, Inc. Upright Video Machine and New Associated Software

**GLI File Number:** MO-15-ARI-01-47

**Standards Tested Against and the Test Results:**

Standards Tested Against	Test Results
GLI-11 V2.0 Gaming Devices in Casinos, in addition to KRGC proprietary standards	Pass

THE RECIPIENT, BY ITS ACCEPTANCE OF THIS REPORT OR ANALYSIS, WILL BE DEEMED TO HAVE ACKNOWLEDGED AND AGREED TO ALL OF THE "TERMS AND CONDITIONS" SET FORTH BELOW. IF THE RECIPIENT DOES NOT AGREE TO ALL OF SUCH TERMS AND CONDITIONS, GLI WITHDRAWS THE CERTIFICATION PROVIDED OR ANALYSIS ESTABLISHED BY THIS REPORT AND THE RECIPIENT MUST IMMEDIATELY RETURN TO GLI ALL COPIES OF THIS REPORT AND MAKE NO REFERENCE TO THIS REPORT FOR ANY PURPOSE AT ANY TIME.



## HARDWARE

### **Device Certification Description:**

The MAV500 cabinet is an upright video machine displaying five video reels that utilizes the MKVI platform. The exterior of the cabinet has two key switches, one which is used to access the "Attendant Menu" and the other which is used to reset jackpots. On the front of the door is an LCD Screen, 13-button panel, belly door, printer and a bill validator.

Several different top boxes can be used on the machine cabinet to provide additional display on top of the game that can be used to house supplementary artwork. These top boxes can be used with or without a top box LCD. If an LCD is used, help screens, the payglass or the progressive amount can be displayed in an electronic format. A candle is placed above the top box and illuminates for certain events controlled by the main program providing an additional level of security.

The interior of the machine can be accessed through the main door. The main door has a two-way switch and its status is monitored by the logic board. The main door allows access to the logic cage, power supply, the bill validator, cash box and any other components housed in this area. The bill validator and cash box can also be accessed through the belly door, without having to access the main door.

The logic cage consists of a secure, steel cabinet that houses the Main Board and Driver PCB's. The Main printed circuit board (PCB) provides primary control of the game and is interfaced (via the Backplane Board) to all the major components of the machine. The board receives signals from, and sends control signals to game components. The Main board houses the central processor and other logic components for game generation, video drivers, power control, memory storage and communications. The section of the Backplane Board that interfaces with the Main board and the Driver Board is also located within the logic cage.



**Date of Report:** September 22, 2009

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**Tested By:** Gaming Laboratories – Las Vegas Service Center  
7160 Amigo Street, Las Vegas, NV 89119

**Certification of:** One New Aristocrat, Inc. Viridian GEN7 Upright Video Gaming  
Machine and New Associated Software

**GLI File Number:** PA-22-ARI-07-01

**Standards Tested Against and the Test Results:**

Standards Tested Against	Test Results
GLI-11 V2.0 Gaming Devices in Casinos, in addition to KRGC proprietary standards	Pass

THE RECIPIENT, BY ITS ACCEPTANCE OF THIS REPORT OR ANALYSIS, WILL BE DEEMED TO HAVE ACKNOWLEDGED AND AGREED TO ALL OF THE "TERMS AND CONDITIONS" SET FORTH BELOW. IF THE RECIPIENT DOES NOT AGREE TO ALL OF SUCH TERMS AND CONDITIONS, GLI WITHDRAWS THE CERTIFICATION PROVIDED OR ANALYSIS ESTABLISHED BY THIS REPORT AND THE RECIPIENT MUST IMMEDIATELY RETURN TO GLI ALL COPIES OF THIS REPORT AND MAKE NO REFERENCE TO THIS REPORT FOR ANY PURPOSE AT ANY TIME.



## HARDWARE

### **Device Certification Description:**

The Viridian Cabinet is an upright video gaming machine displaying five video reels that utilizes the GEN7 platform, associated software and associated hardware components. The exterior of the cabinet has two key switches where one is used to access the attendant menu and the other is used to reset jackpots. On the front of the door is an LCD Screen, interchangeable button panel, belly door and a printer.

Several different top boxes can be used on the machine cabinet to provide additional display on top of the game that can be used to house supplementary artwork. These top boxes can be used with or without a top box LCD. If an LCD is used, help screens and the payglass can be displayed in an electronic format. A candle is placed above the top box and illuminates for certain events controlled by the main program providing an additional level of security.

The interior of the machine can be accessed through two doors, the main door and the lower main door. The lower main door has a secured lock, and it is possible to open the main door only after the lower main door has been opened. Each of the doors has a switch and their status is monitored by the logic board. The main door allows access to the logic cage. The lower main door provides access to the power supply and any other components housed in the base of the game.

The logic cage consists of a secure, steel cabinet that houses the Main, Communications Configuration and Driver PCB's. The Main printed circuit board (PCB) provides primary control of the game and is interfaced (via the Backplane Board) to all the major components of the machine. The board receives signals from, and sends control signals to game components. The Carrier Board houses the central processor and other logic components for game generation, video drivers, security items, power control, memory storage and communications. The section of the Backplane Board that interfaces with the Carrier Board and the Driver Board is also located within the logic cage.