

AGENDA

KANSAS RACING AND GAMING COMMISSION 10:00 am, Thursday, June 3, 2010

AUDITORIUM A
Dwight D. Eisenhower State Office Building
700 SW Harrison, Suite 450
Topeka, Kansas

A. CALL TO ORDER

B. APPROVAL OF AGENDA

C. APPROVAL OF MINUTES

1. [Minutes of May 14, 2010](#)

D. CONSENT AGENDA

Items listed on the consent agenda are routine in nature. If requested by a commissioner, an item may be removed from the Consent Agenda and placed under Commission Items for further discussion and consideration.

1. Approvals and Revocations for certain electronic gaming machine hardware and electronic lottery facility games.
 - a. [EGM Approvals/Revocations](#)
2. Boot Hill Casino and Resort Internal Control Amendment Approvals
 - a. [BHCR Internal Control Amendment Approvals](#)

E. KANSAS LOTTERY COMMISSION REPORT

F. LOTTERY GAMING FACILITY REPORTS/ITEMS

1. Boot Hill Casino and Resort
 - a. [May 2010 Gaming Revenue Report](#)
2. Hollywood Casino at Kansas Speedway

G. COMMISSION ITEMS

1. KHA Reimbursement from Kansas Bred Program
Commission Action *Commission review and discussion*
Staff Presentation: Don Cawby, Deputy Director for Administration
Staff Recommendation: Staff recommends approval
 - a. [Staff Memo](#)
 - b. [KHA Letter](#)
 - c. [Kansas Bred Registry Income and Cash Flow](#)

2. Audited financial statements of Kansas Racing, LLC and The Racing Association of Kansas East for the year ended December 31, 2009

Commission Action *Commission review and discussion*

Staff Presentation: Charles LaBoy, Deputy Director for Audit and Electronic Security

Staff Recommendation: No recommendation

- a. [Staff Memo](#)
- b. [KRLLC 2009 Audit Report](#)
- c. [TRAK East 2009 Audit Report](#)

3. KRGC Compliance Audit of Anthony Downs for 2009

Commission Action *Commission review and discussion*

Staff Presentation: Charles LaBoy, Deputy Director for Audit and Electronic Security

Staff Recommendation: Staff Recommends approval

- a. [Staff Memo](#)
- b. [Revised Anthony Downs Engagement Report 2009](#)

H. PUBLIC COMMENTS

I. STAFF REPORTS

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

J. EXECUTIVE SESSIONS

1. Attorney-client communication
2. Confidential background reports

K. OTHER BUSINESS/FURTHER COMMISSION ACTION

1. Discussion, consideration and possible action on licenses
 - a. Boot Hill Casino and Resort employees:
 - i. Blanco, Hugo Level 2
 - ii. Dang, Andy L. Level 2
 - iii. Marrufo, Marcos D. Level 2
 - iv. Mohammad, Mohammed Level 2
 - v. Ochoa, Sylvia Level 2
 - vi. Padron-Acosta, Jose Level 2
 - vii. Snell, Kezia J. Level 2
 - viii. Tena-Alvarez, Randy Level 2
 - ix. Torrez, Sean D. Level 2
 - x. Wells, Deanna K. Level 2

xi.	Cruz, Monica A.	Level 3
xii.	Dyer, Taylor R.	Level 3
xiii.	Frost, Bradley K.	Level 3
xiv.	Gutierrez, Alejandro	Level 3
xv.	Heredia, Jennifer R.	Level 3
xvi.	Hussein, Zakiya A.	Level 3
xvii.	McMahon, Tad	Level 3
xviii.	Monge, Martina	Level 3
xix.	Perez, Vanessa	Level 3
xx.	Stout, Sarah D.	Level 3

L. ADJOURNMENT

KANSAS RACING AND GAMING COMMISSION

MINUTES – MAY 14, 2010

CALL TO ORDER:
(A.)

Chair Sader called the May 14, 2010, meeting to order at 10:05 am at 700 SW Harrison, Auditorium A, Suite 450, Topeka, Kansas. Commissioners Sader, Braun, Falstad, and Schwan were present at the meeting. Commissioner McKechnie participated by phone. Others present included Interim Executive Director Patrick Martin; Deputy Director of Audit/Electronic Security Charles LaBoy; Deputy Director of Security Don Brownlee; Deputy Director of Administration Don Cawby; Director of Communications/Responsible Gaming Mike Deines; Recording Secretary Linda Pendarvis and other staff.

MOTION, APPROVE
AGENDA:
(B.)

Commissioner Falstad (Schwan) moved to approve the agenda with a suggested change. Motion passed unanimously.

MOTION, APPROVE
APRIL 9, 2010, AMENDED
MEETING MINUTES:
(C.)

Commissioner Falstad (Schwan) moved to approve the minutes of the April 9, 2010, commission meeting with suggested amendments. Motion passed unanimously.

MOTION, APPROVE
CONSENT AGENDA:
(D.)

Commissioner Falstad (Braun) moved to approve the consent agenda, as submitted.

1. Electronic Gaming Machines and Electronic Lottery Facility Games (spreadsheet of machines and games attached)

Motion passed unanimously.

KANSAS LOTTERY
COMMISSION REPORT:
(E.)

The commission heard Keith Kocher, director of gaming facilities for the Kansas Lottery, report on the current status of casinos:

- Groundbreaking at the Hollywood Casino and Resort occurred two weeks ago.
- There has been some management change at the Boot Hill Casino and Resort.
- Through the end of April, Boot Hill has realized almost \$15 million in gaming revenue with over \$3 million going to the State.
- The construction of the events center adjacent to the Boot Hill Casino is coming along well.
- Chisholm Creek withdrew from the South Central Zone, so the Lottery Commission reopened the bidding process. The new deadline for applications to manage a lottery gaming facility is July 22, 2010.
- There were bills pending in the Legislature that would have changed the investment in the Southeast Zone and modified the revenue percentage for the racetracks. The combined bill

did not pass the senate after losing by one vote.

LOTTERY GAMING
FACILITY
REPORTS/ITEMS:
(F.1.a.)

The commission heard a report from Clark Stewart, president of Butler National Service Corp. d/b/a Boot Hill Casino and Resort:

- Business at the Boot Hill Casino and Resort was up slightly in April over March.
- Mike Tamburelli, former general manager of Boot Hill Casino and Resort, is now employed by the Cherokee Nation in Oklahoma. Mark Kashuda is the new general manager.

LOTTERY GAMING
FACILITY
REPORTS/ITEMS:
(F.2.)

The commission heard a report from Jeff Boerger, president of Kansas Speedway Development Corporation, about matters at the Hollywood Casino at the Kansas Speedway:

- The groundbreaking took place on Friday, April 30. More than 300 people attended. Mr. Boerger showed a video presentation covering the event.

DISCUSSION, KRGC
COMPLIANCE AUDIT OF
EUREKA DOWNS FOR
2009:
(G.1.)

The commission heard Mr. David Schultz, Chief Audit Officer, discuss the KRGC's compliance audit of Eureka Downs for 2009.

MOTION, KRGC
COMPLIANCE AUDIT OF
EUREKA DOWNS FOR
2009:
(G.1.)

Commissioner Falstad (Braun) moved to approve the audit as submitted. Motion passed unanimously.

DISCUSSION, KRGC
COMPLIANCE AUDIT OF
ANTHONY DOWNS FOR
2009:
(G.2.)

The commission heard Mr. Schultz discuss the KRGC's compliance audit of Anthony Downs for 2009. Mr. Shultz originally presented the audit at the April 9, 2010, commission meeting. During that meeting, the commission requested feedback from the licensee. Based on additional information provided by the licensee, commission staff identified \$22,190 which, pursuant to commission order, should be refunded to the starters on a pro rata basis.

Mr. Dan Bird, president of the Anthony Fair Association, addressed the fair association's disagreement with the audit's outcome

MOTION, KRGC
COMPLIANCE AUDIT OF
ANTHONY DOWNS FOR
2009:
(G.2.)

Commissioner Falstad (Schwan) moved to table the issue until the June 3, 2010, meeting to allow staff to consider Mr. Bird's new allegations and to finalize the audit. Commissioner Braun suggested that staff contact representatives of the various horsemen's associations for input about the refund amounts. Motion passed unanimously.

DISCUSSION, FINANCIAL STATEMENTS OF KANSAS RACING, LLC AND THE RACING ASSOCIATION OF KANSAS EAST FOR THE YEAR ENDED DECEMBER 31, 2009:
(G.3.)

The commission heard Mr. LaBoy discuss the financial statements of Kansas Racing, LLC and The Racing Association of Kansas East for the year ended December 31, 2009. At the April 9, 2010, commission meeting, a request from TRAK East and Kansas Racing, LLC was received asking for a 60-day extension for submitting their audited financial statements. At that time, the commission granted a 30-day extension. Both entities have changed auditing firms and have supplied the commission with the appropriate engagement letters.

Mr. Howard Grace, of Kansas Racing, LLC addressed the reasons for the delayed audits. Additionally, Mr. Grace stated that he would like to surrender the Kansas Racing, LLC's license. Statutes dictate that the license may not be surrendered and, regardless, Kansas Racing, LLC's license will automatically be revoked on June 28, 2010 (30 days after *sine die*) pursuant to commission order.

MOTION, FINANCIAL STATEMENTS OF KANSAS RACING, LLC AND THE RACING ASSOCIATION OF KANSAS EAST FOR THE YEAR ENDED DECEMBER 31, 2009:
(G.3.)

Commissioner Schwan (Braun) moved to extend the deadline for the audit until the June 3, 2010, meeting. Motion passed unanimously.

DISCUSSION, APPROVE GTECH SERVICE BATCH 1 AND RELATED WAIVERS:
(G.4.)

The commission heard Mr. LaBoy discuss the possible approval of GTECH Service Batch 1 and related waivers. The commission approved several waivers at the December 4, 2009, meeting to provide time for GTECH to address issues of non-compliance. Because GTECH has now corrected the outstanding non-compliant issues with its Service Batch 1, staff recommends that the commission approve that Batch and four waivers.

MOTION, APPROVE GTECH SERVICE BATCH 1 AND RELATED WAIVERS:
(G.4.)

Commissioner Braun (Falstad) moved to approve GTECH Service Batch 1 and related waivers. Motion passed unanimously.

DISCUSSION, BOOT HILL CASINO AND RESORT INTERNAL CONTROL AMENDMENTS AND RELATED FINANCIAL INFORMATION:
(G.5.)

The commission heard Mr. LaBoy discuss Boot Hill Casino and Resort internal control amendments.

MOTION, BOOT HILL CASINO AND RESORT INTERNAL CONTROL AMENDMENTS AND RELATED FINANCIAL INFORMATION:
(G.5.)

Commissioner Falstad (Schwan) moved to approve the following amendments:

- BH65 (poker room)
- BH66 (poker room)
- BH70 (additional controller position)

Motion passed unanimously.

CALL FOR PUBLIC COMMENTS:
(H.)

Chair Sader called for public comments.

- Robert Rodgers, president of KQHRA, voiced his dissatisfaction with the legislative session and the future of horse racing in the State of Kansas.

STAFF REPORT, MARTIN:
(I.1.)

The commission heard a staff report from Mr. Martin:

- The legislature adjourned without making any modifications to the Expanded Lottery Act.
- The Lottery is rebidding the South Central zone for a third time. Accordingly, staff activity with the review board will increase in the fall.
- Hollywood Casino will be opening in 2012, and staff needs to increase to accommodate the increased work load.

STAFF REPORT, DEINES:
(I.2.)

The commission heard a staff report from Mr. Deines:

- There are now seven individuals on the state-wide self-exclusion list. Short surveys will be sent to those people to follow up with them and to uncover their future needs.
- There were 25 appropriate calls during the month of April on the responsible gambling HelpLine. Casino slots and lottery scratch tickets continue to be the primary games of choice for these people.
- There were 300 visitors to the www.ksgamblinghelp.com website. Of them, 220 were unique visitors.
- Mr. Deines circulated a mock-up of the Spanish language versions of the self-exclusion brochure and the responsible gambling brochure.
- KRGC is working with an advertising agency to revamp the agency website. Staff anticipates website completion by the end of July.

STAFF REPORT, CAWBY:
(I.3.a.)

The commission heard a staff report from Mr. Cawby:

- The Governor's office and legislature approved the KRGC's budget without modifications.
- We have a conflict with the July 16 meeting. Staff will investigate alternative meeting dates.

MOTION, EXECUTIVE
SESSION:
(J.1.)

Commissioner Schwan (Falstad) moved that the commission adjourn into executive session for the purpose of attorney client communication regarding litigation matters for a period of 10 minutes from 11:55am until 12:05 pm. Those included in the executive session were the commission 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 12:05 pm with all members present as previously noted.

MOTION, EXECUTIVE
SESSION:
(J.2.)

Commissioner Schwan (Braun) moved that the commission take a 5-minute break followed by a 1-hour executive session from 12:15 pm to 1:15 pm to hear confidential background reports. Those included in the executive session were the commission, Mr. Martin, and security staff. 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.

McKECHNIE EXITS
TELECONFERENCE

Commissioner McKechnie exited the teleconference at 12:10 pm.

RECONVENE:

The commission meeting reconvened at 1:15 pm with all members present as previously noted.

MOTION, DENY
LICENSES:
(K.)

Commissioner Braun (Schwan) moved to deny the following licenses:

- a. Boot Hill Casino and Resort employees:
 - i. Medina, Victor Level 2
 - ii. Mooney, Marilyn K. Level 2
 - iii. Nosaphangthong, Pannha Level 2
 - iv. Orellana, Magnolia V. Level 2
 - v. Ward, Russell Level 2
 - vi. Brummer, Nikiya D. Level 3
 - vii. Chavez , Bruce Level 3
 - viii. Galindo, Joe Level 3
 - ix. Nieto, Erica Level 3
 - x. Rosales, Darcie Level 3

Motion passed unanimously.

MOTION, APPROVE
LICENSES:
(K.1.)

Commissioner Braun (Falstad) moved to approve the following certificates or licenses:

a. GHI Solutions, Inc. (Gaming Supplier), and its employees:

- i. Winkler, Claudia Level 1
- ii. Moon, Christopher Level 3
- iii. Weather, Andrew Level 3

b. Midwest Card and ID Solutions, LL (Gaming Supplier), and its employees:

- i. Johannes, Philip Level 1
- ii. Ourth, Brenden Level 1

c. Western Beverage, Inc. (Non-Gaming Supplier), and its employees:

- i. Bogner, John Level 1
- ii. Bogner, Joseph Level 1
- iii. Bogner, Shirley Level 1
- iv. Downing, Steven Level 1
- v. Ewy, Jon Level 1
- vi. Hixon, William Level 1
- vii. Kennedy, James Level 1
- viii. Ring, Douglas Level 1
- ix. Ransour, Donald Jr. Level 1
- x. McGee, Steven Level 2
- xi. Sandoval, Frank Level 2

d. Bottling Group, LLC (Non-Gaming Supplier), and its employees:

- i. King, Stephen Level 1
- ii. McCampbell, Amy Level 1
- iii. Neubauer, Teresa Level 1
- iv. Pingsterhaus, Mark Level 1
- v. Garcia, Anson Level 3

e. Boot Hill Casino and Resort employees:

- i. Barnes, Russell D. Level 2
- ii. Boyles, Sharon L. Level 2
- iii. Budnyk, Stephanie A. Level 2
- iv. Feilmeier, Clay A. Level 2
- v. Finkeldei, Darrell D. Level 2
- vi. Parker, Bradley E. Level 2
- vii. Sullivan, Marc A. Level 2

- | | | |
|--------|---------------------------|---------|
| viii. | Taylor, Rashelle J. | Level 2 |
| ix. | Wilkerson, Larry L. | Level 2 |
| x. | Wilson, Randy J. | Level 2 |
| xi. | Canales, Jenifer | Level 3 |
| xii. | Dickens, Zachary A. | Level 3 |
| xiii. | Fairbanks, Christopher J. | Level 3 |
| xiv. | Leachman, Maria I. | Level 3 |
| xv. | Martinez, Karina L. | Level 3 |
| xvi. | Minjarez, Jessica L. | Level 3 |
| xvii. | Miramontes, Israel I. | Level 3 |
| xviii. | Rhodes, Renee L. | Level 3 |
| xix. | Wheeler, Benjamin J. | Level 3 |

Motion passed unanimously. (*Commissioner Schwan abstained on Western Beverage and its employees.*)

ADJOURN:

Commissioner Braun (Schwan) moved to adjourn at 1:20 pm.
Motion passed unanimously.

SUBMITTED BY:

William Falstad
Secretary

APPROVED BY:

Carol H. Sader
Chair

	Recommended for Approval			5/14/2010	
	Manufacturer	File Number	ID Number	Version	Game Name
1	ARISTOCRAT	MO-22-ARI-05-47	HARDWARE	UBA-10-SS-USA	N/A
2	ARISTOCRAT	MO-66-ARI-05-04	HARDWARE	UBA-11-SS	N/A
3	ARISTOCRAT	MO-73-ARI-09-87	1.01-60805	GEN7	Bonanza Bros.
4	ARISTOCRAT	MO-73-ARI-09-88	1.01-60829	GEN7	Golden Axe Power Pay
5	ARISTOCRAT	PA-73-ARI-09-01	MACHINE	582897	N/A
6	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	442287_1	N/A
7	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	442288_1	N/A
8	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	579270_3	N/A
9	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	494180	N/A
10	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	434048	N/A
11	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	494209	N/A
12	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	494207	N/A
13	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	494204	N/A
14	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	494077_01	N/A
15	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	432842_x	N/A
16	ARISTOCRAT	MO-22-ARI-10-07	1.01-60845	GEN7WS	Wild Splash
17	ARISTOCRAT	MO-22-ARI-10-08	1.01-60860	GEN7WS	The Buck Stops Here
18	ARISTOCRAT	MO-22-ARI-10-09	1.01-60859	GEN7WS	Lucky Count
19	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	582586_1	N/A
20	ARISTOCRAT	PA-73-ARI-09-01	BIOS 2.00.0	2.00.0	N/A
21	ARISTOCRAT	MO-73-ARI-10-07	1.01-60892	GEN7WS	Bone-Bonus
22	ARISTOCRAT	MO-73-ARI-10-08	1.01-60862	GEN7WS	Party in Rio
23	ARISTOCRAT	PA-73-ARI-09-01	HARDWARE	579962	N/A
24	ARISTOCRAT	MO-73-ARI-10-16	1.01-60875	GEN7WS	In the Gold
25	ARISTOCRAT	MO-22-ARI-10-16	HARDWARE	580275	N/A
26	ARISTOCRAT	MO-22-ARI-10-19	HARDWARE	442287_9	N/A
27	ARISTOCRAT	MO-22-ARI-10-19	HARDWARE	442288_5	N/A
28	ARISTOCRAT	MO-22-ARI-10-18	1.01-60914	GEN7WS	The Bullet and the Badge
29	BALLY	MO-73-BAL-10-15	AVBBP26SIMPU-05	N/A	STANDARD BIOS 1 GB IMPU BOARD
30	BALLY	MO-73-BAL-10-15	AVOCLEAR0335-01	N/A	RAM CLEAR
31	BALLY	MO-73-BAL-10-44	AVOS00000336-05	5	OPERATING SYSTEM
32	BALLY	MO-73-BAL-09-81	AVGGMM702500-01	N/A	GAME MAKER

33	BALLY	MO-73-BAL-09-83	300289B	N/A	BLAZING DOLLARS
34	IGT	MO-22-IGT-10-53	GUU0010502	N/A	FUTURE LOGIC GEN-2 UNIVERSAL USB PRINTER
35	IGT	MO-22-IGT-10-76	eKey000007	AVP	UNIVERSAL SYSTEM SETUP eKey
36	IGT	MO-22-IGT-08-24	HARDWARE	P/N 699707XXW	AVP STEPPER AND COMPONENTS
37	KONAMI GAMING INC.	MO-07-KON-10-09	SEEF103G23	GAME PROGRAM	Secrets of Egypt
38	KONAMI GAMING INC.	MO-07-KON-10-09	SEEF103G23	GAME PROGRAM	Secrets of Egypt
39	KONAMI GAMING INC.	MO-07-KON-10-09	SEEF103G23-CF	SOUND/GRAPHICS	Secrets of Egypt
40	KONAMI GAMING INC.	MO-22-KON-10-02	66B290198211	2.90/2.11	N/A
41	KONAMI GAMING INC.	MO-07-KON-10-14	PROV104G12	GAME PROGRAM	Pirate's Rose
42	KONAMI GAMING INC.	MO-07-KON-10-14	PROV104G12-CF	ND/GRAPHICS	Pirate's Rose
43	KONAMI GAMING INC.	MO-286-KON-10- 01	RCCC209KR-CF	RAM CLEAR	N/A
44	SDS	SY-171-SDS-10-01	\sds floor	11.1.4	N/A
45	SDS	SY-171-SDS-10-02	big.jar	11.4	N/A
46	SDS	SY-171-SDS-10-01	\sds ui	11.1.4	N/A
47	SDS	SY-73-SDS-10-09	H908301C.BIN	300.01.03	N/A
48	SDS	SY-171-SDS-10-02	bigsvc.jar	11.4	N/A
49	SDS	SY-171-SDS-10-02	bigui.jar	11.4	N/A
50	WMS	MO-22-WMS-10- 41	DB77-000-1020	1020/H13.10	HOT HOT SUPER RESPIN: CHINA MOON

Recommend Conditional Revocation *					
	Manufacturer	File Number	ID Number	Version	Game Name
1	Bally	MO-22-BAL-09-03	AVO00000326-00		* Bally OS not to be used with Paltronics Progressive Controllers

Recommend Revocation					
	Manufacturer	File Number	ID Number	Version	Game Name
1	WMS	MO-22-WMS-09-13	SB77-000-1040	1040-/H9.22	HOT HOT SUPER RESPIN: CHINA MOON

Recommended for Approval					
	Manufacturer	File Number	ID Number	Version	Game Name
1	ARISTOCRAT	MO-22-ARI-10-29	66B290197211	2.90/2.11	N/A
2	BALLY	MO-166-BAL-10-03	66B290198211	2.90/2.11	MEI CASHFLOW FIRMWARE
3	IGT	MO-22-IGT-08-521	HARDWARE	P/N 76943300W	RGB REEL CONTROLLERS
4	IGT	MO-22-IGT-08-521	HARDWARE	P/N 76943400W	RGB REEL CONTROLLERS
5	IGT	MO-22-IGT-08-521	HARDWARE	P/N 76943500W	RGB REEL CONTROLLERS
6	IGT	MO-22-IGT-09-167	BFDB0004	AVP	AVP DYNAMIC BUTTON
7	IGT	MO-31-IGT-09-29	HARDWARE	75439601W	MEGAJACKPOTS WHEEL OF FORTUNE TRIPLE DIAMOND
8	SHUFFLE MASTER	LO-08-SHU-08-02	TABLE GAME		ULITMATE TEXAS HOLD'EM
9	SHUFFLE MASTER	MA-00-SHU-10-01	TABLE GAME		FORTUNE PAI GOW POKER
10	WMS	MO-22-WMS-10-71	66B210197211_WMS	2.10/2.11	MEI BILL ACCEPTOR FIRMWARE
11	WMS	MO-22-WMS-10-76	SC04-000-1030C0	1030 H9.23	ZEUS
12	WMS	MO-22-WMS-10-81	SC07-000-1030C0	1030 H9.23	WILD SAFARI
Recommend Revocation					
	Manufacturer	File Number	ID Number	Version	Game Name
1	WMS	MO-22-WMS-09-57	SC04-000-1020C0	1020 H9.23	ZEUS remove by July 31, 2010
2	WMS	MO-22-WMS-09-58	SC07-000-1020C0	1020 H9.23	WILD SAFARI remove by July 31, 2010
3	WMS	MO-73-WMS-10-09	SSSG-000-1650	1650/H13.12	Operating System

Boot Hill Casino and Resort Internal Control Amendments

Item # / (Description)	Regulation/IC Reference	Staff Recommendation
BH67 (key controls)	112-104-34 - 38	Approval
BH68 (blind drop and key)	112-104-34	Approval
BH69 (lockbox access)	110.020.00	Approval
BH71 (drop radius)	112-104-18	Approval
BH72 (position removal)	112-104-2(b)(6)	Approval
BH75 (name removal)	112-104-1	Approval

Kansas Racing and Gaming Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: June 3, 2010

AGENDA ITEM: **KHA Reimbursement from Kansas Bred Program**

PRESENTER: Don Cawby, Director of Administration

ISSUE SUMMARY: The Kansas Horsemen's Association (KHA) is requesting approval and reimbursement of expenses incurred for the operation of the Kansas Bred Program for June 2009 through October 2009 totaling \$711.02. The expenses presented for reimbursement are less than expenses incurred by the KHA in the past. Due to declining horse registrations, the KHA reduced the overhead for the Kansas Bred program.

The Commission is authorized by K.S.A. 74-8830 to "contract with and designate an official registering agency to implement the registration of horses." Funds shall be withdrawn from the Kansas Bred Program account only for maintaining and administering the program and only with the prior approval of the Commission or the Commission's executive director.

COMMISSION ACTION REQUIRED/REQUESTED: Commission discussion, consideration and possible action on the request for reimbursement.

STAFF RECOMMENDATIONS: Staff recommends approval of the June 2009 through October 2009 expenses and reimbursement of those expenses subject to availability of funds.

MAY 25, 2010

MS KEYSA THOMAS
KANSAS RACING AND GAMING COMMISSION
700 SW HARRISON
TOPEKA, KS

DEAR MS. THOMAS,

THE KANSAS HORSEMEN'S ASSOCIATION WOULD LIKE TO REQUEST THAT THE EXPENSES FOR THE MONTHS OF JUNE, JULY, AUGUST, SEPT AND OCTOBER 2009 BE PLACED BEFORE THE COMMISSION FOR REIMBURSEMENT.

JUNE 2009	\$ 43.37 ✓
JULY 2009	42.14 ✓
AUG 2009	127.55 ✓
SEPT 2009	192.93 ✓
OCT 2009	304.93 ✓
TOTAL	711.02

SINCERELY,
DWIGHT DANIELS, PRESIDENT
KANSAS HORSEMEN'S ASSOCIATION

KANSAS HORSEMEN'S ASSOCIATION
 MONTHLY EXPENDITURES AND BUDGET COMPARISON
 JULY 2009

KANSAS BRED PROGRAM FUND
 MONTHLY YEAR TO DATE BUDGET YEARTO COMPARISON
 EXPENSE EXPENSE MONTHLY DATE (OVER)
 BUDGET UNDER

INSURANCE	-0-	-0-	47.67	333.69	333.69
TRAVEL	-0-	-0-	65.00	455.00	455.00
TELEPHONE	30.00	238.85	99.62	697.34	458.49
Salary	-0-	9903.80	2145.82	15020.74	5116.94
FICA	-0-	757.60	164.15	1149.05	391.45
TAXES	-0-	56.00	6.29	44.03	(11.97)
Misc	12.14	108.49	48.75	341.25	232.76

00TAL 42.14 11064.74 2577.30 18041.10 6976.36

SALARY CLERICAL -0-
 FICA -0-

TOTAL -0-

KANSAS BRED FUND STATUS

BALANCE JUNE 30 2009	3175.95
DEPOSITS MADE IN JULY	2000.00
SERVICE FEE	(1.30)
CK#1432 PARTIAL DEC 09	(594.03)
CK#1433 JANUARY 2009	(2192.71)
CK#1444 FEBRUARY 2009	(2175.63)
BALANCE JULY 31, 2009	212.28

14 HORSE REGISTERED IN JULY
 0 HORSES CERTIFIED IN JULY
 0 HORSE PUT IN PENDING FILES IN JULY

PROCESSED
 2009 SEP -9 P 2:14
 RECEIVED
 KANSAS RACING AND
 GAMING COMMISSION

KANSAS HORSEMEN'S ASSOCIATION
 MONTHLY EXPENDITURES AND BUDGET COMPARISION
 AUGUST 2009

KANSAS BRED PROGRAM FUND					
MONTHLY EXPENSE	YEAR TO DATE EXPENSE	BUDGET MONTHLY	YEAR TO DATE BUDGET	COMPARISON (OVER) UNDER	
INSURANCE	-0-	-0-	47.67	381.36	381.36
TRAVEL	-0-	-0-	65.00	520.00	520.00
TELEPHONE	30.00	268.85	99.62	796.96	528.11
Salary	-0-	9903.80	2145.82	17166.56	7262.76
FICA	-0-	757.60	164.15	1313.20	555.60
TAXES	-0-	56.00	6.29	50.32	(5.68)
Misc	97.55	206.04	48.75	390.00	183.96

00TAL 127.55 11192.29 2577.30 20618.40 9426.11

SALARY CLERICAL -0-
 FICA -0-

TOTAL -0-

KANSAS BRED FUND STATUS

BALANCE JUL 31 2009 212.28
 DEPOSITS MADE IN AUG -0-
 SERVICE FEE AUG (1.54)
 BALANCE AUG 31, 2009 210.74

2 HORSE REGISTERED IN AUGUST
 0 HORSES CERTIFIED IN AUGUST
 0 HORSE PUT IN PENDING FILES IN AUGUST

KANSAS HORSEMEN'S ASSOCIATION
MONTHLY EXPENDITURES AND BUDGET COMPARISON
SEPTEMBER 2009

KANSAS BRED PROGRAM FUND					
MONTHLY EXPENSE	YEAR TO DATE EXPENSE	BUDGET MONTHLY	YEARTO DATE BUDGET	COMPARISON (OVER) UNDER	
INSURANCE	-0-	-0-	47.67	429.03	429.03
TRAVEL	-0-	-0-	65.00	585.00	585.00
TELEPHONE	-0-	268.85	99.62	896.58	627.73
Salary	-0-	9903.80	2145.82	19312.38	9408.58
FICA	-0-	757.60	164.15	1477.35	719.75
TAXES	-0-	56.00	6.29	56.61	.61
Misc	192.93	398.97	48.75	438.75	39.78
 TOTAL	 192.93	 11385.22	 2577.30	 23195.70	 11810.48
SALARY CLERICAL		-0-			
FICA		-0-			
TOTAL		-0-			

KANSAS BRED FUND STATUS

BALANCE AUG 31 2009	210.74
DEPOSITS MADE IN SEP	-0-
SERVICE FEE SEP	(.51)
 BALANCE SEP 30, 2009	 210.23

5 HORSE REGISTERED IN SEPTEMBER
0 HORSES CERTIFIED IN SEPTEMBER
0 HORSE PUT IN PENDING FILES IN SEPTEMBER

KANSAS HORSEMEN'S ASSOCIATION
 MONTHLY EXPENDITURES AND BUDGET COMPARISION
 OCTOBER 2009

KANSAS BRED PROGRAM FUND
 MONTHLY YEAR TO DATE BUDGET YEARTO COMPARISON
 EXPENSE EXPENSE MONTHLY DATE (OVER)
 BUDGET UNDER

INSURANCE	-0-	-0-	47.67	476.70	476.70
TRAVEL	-0-	-0-	65.00	650.00	650.00
TELEPHONE	30.00	298.85	99.62	996.20	697.35
Salary	-0-	9903.80	2145.82	21458.20	11554.40
FICA	-0-	757.60	164.15	1641.50	883.90
TAXES	-0-	56.00	6.29	62.90	6.90
Misc	274.93	673.90	48.75	487.50	(186.40)

TOTAL 304.93 11690.15 2577.30 25773.00 14082.85

SALARY CLERICAL -0-
 FICA -0-

TOTAL -0-

KANSAS BRED FUND STATUS

BALANCE SEP 30 2009 210.23
 DEPOSITS MADE IN OCT 1250.00
 SERVICE FEE OCT (.01)
 BALANCE OCT 31, 2009 1460.23

2 HORSE REGISTERED IN OCTOBER
 0 HORSES CERTIFIED IN OCTOBER
 15 HORSE PUT IN PENDING FILES IN OCTOBER

YEAR TO DATE TOTALS

KS DOM MARE REGISTRATIONS

QH
 TB 16
 PA

KS MARE CERTIFICATIONS

QH 1
 TB 24
 PA

KS DOM STALLION REGISTRATIONS

QH
 TB
 PA
 AP

KS STALLION CERTIFICATIONS

QH
 TB
 PA
 AP

WEANLINGS QH 12 TB 5 PA APP 1
 YEARLINGS QH 2 TB
 2 YEAR OLD AND UP QH 2 TB 9

Kansas Racing and Gaming Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: June 3, 2010

AGENDA ITEM: **Annual audits of the financial statements of Kansas Racing, LLC and TRAK East for the years ended December 31, 2009**

PRESENTER: Charles LaBoy, Director of Audit and Electronic Security

ISSUE SUMMARY: At the May 14, 2010 Commission meeting, Howard Grace assured the Commission that the audit of Kansas Racing LLC would be completed and available for discussion at this meeting on June 3, 2010. Subsequently, Mr. Grace stated that the audit reports would be sent to Commission staff no later than May 27, 2010.

COMMISSION ACTION REQUIRED/REQUESTED: Commission discussion and action based on any verbal update provided by staff at the June 3, 2010 meeting.

STAFF RECOMMENDATIONS: No recommendation.

Kansas Racing and Gaming Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: June 3, 2010

AGENDA ITEM: **KRGC Compliance Audit of Anthony Downs for 2009**

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

ISSUE SUMMARY: This item is continued from the previous commission meeting. Staff has recalculated the liability using agreed upon procedures which results in a profit of \$15,961. Pursuant to the commission's licensing order, that amount should be refunded to starters on a pro rata basis.

COMMISSION ACTION REQUIRED/REQUESTED: Commission discussion, consideration and possible action on Anthony Down's 2009 financial report.

STAFF RECOMMENDATIONS: Staff recommends approval.

Memo

To: Patrick Martin, Executive Director, KRGC
From: Charles LaBoy, Director of Audit & Electronic Security, KRGC
CC:
Date: May 26, 2010
Re: Anthony 2009 Financial Report

Commission staff has completed a compliance audit of the accompanying Balance Sheet of the Anthony Fair Association as of October 31, 2009, 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.

The Commission's order granting the 2009 Conditional License stated that profit resulting from the operation of the horse meet shall be used to retire Anthony Downs current debt, enhance purses or be used to refund entry fees on a prorated basis. Agreed upon procedures indicated that \$15,961 of the \$75,004 profit is subject to the commission order restriction on profit.

May 2010 - April 2011

Kansas Racing and Gaming Commission Planner

May 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					

MAY

14 Commission Meeting

JUNE

3 Commission Meeting (rescheduled from June 11)

JULY

9 Commission Meeting (rescheduled from July 16)

AUGUST

13 Commission Meeting

SEPTEMBER

10 Commission Meeting (rescheduled from September 17)

OCTOBER

13 Commission Meeting (rescheduled from October 15)

NOVEMBER

12 Commission Meeting

DECEMBER

17 Commission Meeting

Nov 2010						
S	M	T	W	T	F	S
	1	2	3	4	5	6
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28	29	30				

Jun 2010						
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27	28	29	30			

Dec 2010						
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Jul 2010						
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18	19	20	21	22	23	24
25	26	27	28	29	30	31

Jan 2011						
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30	31					

Aug 2010						
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29	30	31				

Feb 2011						
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19	20	21	22	23	24	25
26	27	28				

Sep 2010						
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26	27	28	29	30		

Mar 2011						
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26	27	28	29	30	31	

Oct 2010						
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24	25	26	27	28	29	30
31						

Apr 2011						
S	M	T	W	T	F	S
						1
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30	31					