

AGENDA

KANSAS RACING AND GAMING COMMISSION
10:00 am, Friday, March 11, 2011

AUDITORIUM B
Dwight D. Eisenhower State Office Building
700 SW Harrison, Suite 460
Topeka, Kansas

A. CALL TO ORDER

B. APPROVAL OF AGENDA

C. APPROVAL OF MINUTES

1. [Minutes of February 17, 2011](#)

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 lottery facility games and related components
 - a. [GLI approvals/revocations](#)
2. Internal control amendment approvals
 - a. [Boot Hill Casino and Resort internal control amendment approvals](#)

E. KANSAS LOTTERY COMMISSION REPORT

F. LOTTERY GAMING FACILITY REPORTS/ITEMS

1. Boot Hill Casino and Resort
 - a. [February 2011 Gaming Revenue Report](#)
2. Hollywood Casino at Kansas Speedway
 - a. [March 2011 Progress Report](#)
3. Kansas Star Casino

G. COMMISSION ITEMS

1. KHA Reimbursement from Kansas Bred Program

Commission Action: Commission review and discussion

Staff Presentation: Neysa Thomas, Interim Executive Director

Staff Recommendation: Staff recommends approval

- a. [Staff Memo](#)
- b. [KHA Letter](#)
- c. [Kansas Bred Registry Income and Cash Flow](#)

2. Preliminary Approval of KRGC Gaming Regulation Changes

Commission Action: Commission review and discussion

Staff Presentation: Patrick Martin, Assistant Attorney General

Staff Recommendation: Staff recommends approval

- a. [Staff Memo](#)
- b. [K.A.R. 112-102-2 – Gaming supplier and non-gaming supplier defined](#)
- c. [K.A.R. 112-104-5 – Standard financial reports](#)
- d. [K.A.R. 112-104-6 – Annual audit; other reports; currency transaction reporting; suspicious transaction reporting](#)
- e. [K.A.R. 112-104-42 – Purchasing \(new\)](#)
- f. [K.A.R. 112-108-23 – Dice: receipt, storage, inspections, and removal from use](#)
- g. [K.A.R. 112-110-1 – Adoptions by reference](#)
- h. [K.A.R. 112-110-14 – Procedures for resolving EGM breaks in communication with the central computing system \(new\)](#)

H. PUBLIC COMMENTS

I. STAFF REPORTS

1. Interim Executive Director
2. Responsible Gambling Coordinator
 - a. [Voluntary Exclusion Report](#)
3. Director of Administration
 - a. [Commission Calendar](#)

J. EXECUTIVE SESSIONS

The Commission conducts executive sessions in accordance with the Kansas Open Meetings Act and all discussions are limited to the specified purposes listed in K.S.A. 75-4319. The Commission utilizes executive sessions to consult with the Commission's attorney, to discuss personnel matters, to protect the confidentiality of necessarily closed information, and to protect the integrity of gaming and finances.

1. Attorney-client communications
2. Background reports

K. OTHER BUSINESS/FURTHER COMMISSION ACTION

1. Consideration of proposed gaming licenses and renewals
 - a. Boot Hill Casino and Resort employee license *renewals*:
 - i. Larry Honeycutt Level 1
 - ii. Kerry Kaiser Level 1
 - iii. Mark Kashuda Level 1
 - iv. Araceli Calderon Level 2
 - v. Jeffrey Jacobson Level 2

- vi. Sylvia Suarez Level 3
- b. GTECH employee license *renewals*:
 - i. Marcus Collette Level 2
 - ii. Derek Sparks Level 2
 - iii. Ronald Babineau Level 3
- c. Butler National employee license *renewal*:
 - i. Michael Tamburelli Level 3
- d. Bally employee licenses:
 - i. Kevin Connaughton Level 3
 - ii. Lakshmi Datla Level 3
 - iii. Obed Garza Level 3
 - iv. Joseph Johnson Level 3
 - v. Edward MacGillivray Level 3
 - vi. Jesse Porchas Level 3
 - vii. Mathew Preslin Level 3
 - viii. Shirley Russell Level 3
 - ix. Mark White Level 3
- e. GTECH employee licenses:
 - i. Jason Apodaca Level 2
 - ii. John May Level 2
 - iii. Luc Aube Level 3
- f. Boot Hill Casino and Resort employee licenses:
 - i. Juan Baez, Jr. Level 2
 - ii. Ruth Hammer Level 2
 - iii. Mathew Heinz Level 2
 - iv. Della Johnson Level 2
 - v. Richard Martin Level 2
 - vi. Zam Marvilla Level 2
 - vii. James Morton Level 2
 - viii. Carlie Rouse Level 2
 - ix. Dulce Ruiz-Lerma Level 2
 - x. Jason Ward Level 2
 - xi. Martina Aguirre De Sandez Level 3
 - xii. Miriam Guillen Level 3
 - xiii. Jessica Marrufo Level 3
 - xiv. Daniel Martinez Level 3
 - xv. Yanerys Morejon-Cruz Level 3
 - xvi. Adelina Ventura Level 3

L. ADJOURNMENT

KANSAS RACING AND GAMING COMMISSION

MINUTES – FEBRUARY 17, 2011

CALL TO ORDER:
(A.)

Chair Falstad called the February 17, 2011, meeting to order at 10:00 am at 700 SW Harrison, Auditorium B, Suite 460, Topeka, Kansas. Commissioners Falstad, Braun, Sader, Schwan, and McKechnie were all present at the meeting. Others present included Interim Executive Director Neysa Thomas; Assistant Attorney General Patrick Martin; Director of Security Don Brownlee; Director of Audit/Electronic Security Charles LaBoy; Director of Administration Don Cawby; Recording Secretary Linda Pendarvis and other staff.

MOTION, APPROVE
AMENDED AGENDA:
(B.)

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

MOTION, APPROVE
JANUARY 14, 2011,
MEETING MINUTES:
(C.)

Commissioner Sader (McKechnie) moved to approve the minutes of the January 14, 2011, commission meeting as submitted. Motion passed unanimously.

MOTION, APPROVE
CONSENT AGENDA:
(D.)

Commissioner Sader suggested that Item D.4. be pulled from the consent agenda and added to an executive session for further discussion. Commissioner Schwan (Braun) moved to approve the consent agenda with that change noted. 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. Mr. Kocher noted that:

- Kansas Star is currently working to determine which of their two building sites will be used.
- He pointed out that the possibility exists that both the Kansas Star and the Hollywood casino might open at or near the same time in early 2012. The Lottery has requested that both casinos notify them no later than April 1, 2011, as to what their earliest opening date is going to be, in order to allow time for both the Lottery and KRGC to gear up for the openings.
- Boot Hill Casino and Resort has nearly reached the \$10 million mark in money ~~given to~~ generated for the state.
- The new deadline for applications to be submitted for the Southeast Zone is April 21, 2011.

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

Mark Kashuda, general manager of the Boot Hill Casino and Resort, reported that:

- Boot Hill Casino and Resort recorded a solid January, improving performance by 5% over January 2010. February

is projected to finish about 12% higher than February 2010.

- BHCR received a very favorable letter from the Kansas Department of Revenue concerning their ability to refuse access of minors to the facility.
- The United Wireless Arena opened to the public last week. The first concert will be tonight (February 17, 2011). Miranda Lambert is scheduled to perform on April 8, 2011.

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

Marty Naumann, general manager for Hollywood Casino at the Kansas Speedway, reported:

- He distributed the monthly report from Turner Construction and reported that construction continues to go well.

LOTTERY GAMING
FACILITY
REPORTS/ITEMS:
(F.3.)

Brent Stevens, CEO of Peninsula Gaming [Partners, LLC](#), reported on progress at the Kansas Star Casino:

- He introduced Scott Cooper, who will be General Manager of the Kansas Star Casino; and Wendy Runde, Assistant General Manager.
- He gave an overview of Peninsula Gaming and their operating philosophy. Prospective vendors and employees may apply online; to date over 800 employment applications have been received.

DISCUSSION, SEMI-
ANNUAL REPORT OF
BINGO OPERATIONS:
(G.1.)

The commission heard Patsy Congrove, administrator of charitable gaming for the Department of Revenue, present the semi-annual activity report of inspections and investigations of bingo operations for the period July 1 to December 31, 2010. The commission acknowledged receipt of the report.

DISCUSSION, KHA
REIMBURSEMENT FROM
KANSAS BRED
PROGRAM:
(G.2.)

The commission heard Neysa Thomas discuss the Kansas Horsemen's Association (KHA) request for reimbursement from the Kansas Bred Program for expenses for November 2009 in the amount of \$337.50, subject to the ability of funds.

MOTION, APPROVE KHA
REQUEST FOR
REIMBURSEMENT OF
EXPENSES:
(G.2.)

Commissioner McKechnie (Braun) moved to approve the KHA request for reimbursement from the Kansas Bred Program for November 2009 in the amount of \$337.50, subject to the availability of funds. Motion passed unanimously.

DISCUSSION, "WAVE
FIVE" GAMING
REGULATIONS:
(G.3.)

The commission heard Patrick Martin discuss "Wave Five" gaming regulation revisions as follows:

[K.A.R. 112-101-6. Disqualification criteria](#)

K.A.R. 112-102-8 – Disqualification criteria

K.A.R. 112-103-2 – License levels

K.A.R. 112-103-4 – Application for a license

K.A.R. 112-103-5 – Applicant identification

[K.A.R. 112-103-8. Disqualification criteria for a level I, level II, or](#)

level III license

- K.A.R. 112-103-15 – License mobility; limitations
- K.A.R. 112-104-1 – Definitions; internal control system
- K.A.R. 112-104-8 – Retention, storage, and destruction of records
- K.A.R. 112-104-13 – Patron deposits
- K.A.R. 112-104-14 – Cage and main bank
- K.A.R. 112-104-15 – Countroom and main bank requirements
- K.A.R. 112-104-16 – Accounting controls for the cage and main bank
- K.A.R. 112-104-32 – Unclaimed winnings
- K.A.R. 112-105-1 – Security department
- K.A.R. 112-105-2 – Security plan
- K.A.R. 112-105-3 – Emergency operations plan
- K.A.R. 112-106-1 – Surveillance system
- K.A.R. 112-106-2 – Surveillance system plan
- K.A.R. 112-106-5 – Surveillance room
- K.A.R. 112-106-6 – Monitoring
- K.A.R. 112-107-3 – Submission for testing and approval
- K.A.R. 112-107-5. Transportation of LFGs
- K.A.R. 112-107-10 – Master list of approved gaming machines
- K.A.R. 112-107-21 – Progressive LFG’s
- K.A.R. 112-107-22 – Wide-area progressive system
- K.A.R. 112-108-18 – Tournament chips and tournaments
- K.A.R. 112-108-36. Required personnel for specific table games
- K.A.R. 112-108-55. Shipment of table games and table game mechanisms
- K.A.R. 112-110-3 – Central computer system security
- K.A.R. 112-112-1. Office of responsible gambling
- K.A.R. 112-112-3 – Responsible gambling plan
- K.A.R. 112-112-4. Self-exclusion list
- K.A.R. 112-112-7 – Confidentiality of the self-exclusion list
- K.A.R. 112-112-9. Procedure for removal from the self-exclusion list

MOTION, REVISIONS TO
“WAVE FIVE” GAMING
REGULATIONS:
(G.3.)

Commissioner Sader (McKechnie) moved to approve the revised regulations as presented. On a roll call vote, the motion passed unanimously.

DISCUSSION, 2010
ANNUAL REPORT:
(G.4.)

The commission heard Mr. Cawby present the KRGC 2010 Annual Report.

MOTION, APPROVE 2010
ANNUAL REPORT:
(G.4.)

Commissioner Schwan (Braun) moved to approve the Annual Report as presented. Motion passed unanimously.

PUBLIC COMMENTS:
(H.)

Chair Falstad called for public comments and the following people spoke:

- Richard Baldwin, Acting Executive Director of the State Gaming Agency, announced that he will be retiring on March 4, 2011. A replacement has not yet been named.

STAFF REPORT, THOMAS:
(I.1.)

The commission heard a staff report from Ms. Thomas:

- Ms. Thomas announced that the budget has been accepted by the Governor with very little change. It has been reviewed and accepted in the Senate Ways and Means Committee and is currently being reviewed in the House. Minimal changes are anticipated.

RESPONSIBLE
GAMBLING REPORT,
SPIKER:
(I.2.)

The commission heard a responsible gambling report from Carol Spiker, Responsible Gambling Coordinator, who reported that:

- 25 voluntary exclusions exist to date, which represents a full calendar year's data. Data largely parallels national figures with the exception of the ethnicity represented in the Dodge City area. Several exclusions have been received from the Kansas City area in anticipation of the Kansas Star opening.

STAFF REPORT, CAWBY:
(I.3.)

The commission heard a staff report from Mr. Cawby.

MOTION, EXECUTIVE
SESSION:
(J.1.)

Commissioner Schwan (Sader) moved that the commission take a five-minute break, followed by an executive session for a period of 25 minutes from 11:35 am to 12:00 pm for the purpose of receiving confidential information. Those included in the executive session were the commission, Ms. Thomas, 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 12:00 pm with all members present as previously noted.

MOTION, APPROVE
DISCIPLINARY REVIEW
BOARD SETTLEMENTS:
(J.1.)

Commissioner Sader (McKechnie) moved that the commission approve the disciplinary review board settlement agreements in matters 2010-004 and 2010-005. Motion passed unanimously.

MOTION, EXECUTIVE
SESSION:
(J.2.)

Commissioner Schwan (McKechnie) moved that the commission adjourn into executive session for a period of one hour, from 12:00 pm until 1:00 pm, for the purpose of reviewing confidential background reports. Those included in the executive session were the commission, Ms. Thomas, 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 1:00 pm with all members present as previously noted.

MOTION, APPROVE
LICENSES:
(K.)

Commissioner Braun (Schwan) moved to approve the following backgrounds, certificates or licenses:

A. ShuffleMaster employees:

- i. Michael Boley Level 2
- ii. John Brassfield Level 2
- iii. Brian Finton Level 2
- iv. Gregory Walser Level 2

B. Konami employee:

- i. Paul Vick Level 2

C. WMS Employee

- i. Joseph Lewis Level 2

D. Penn National employee:

- i. Steven Snyder Level 1

E. Spielo/GTECH employee:

- i. Serge Allah Level 2
- ii. Christopher Hawk Level 3

F. Bowe Bell & Howell employee:

- i. Bryan Phipps Level 2

G. Butler National employee:

- i. Sharon Stroburg Level 1

H. KRGC employees:

- i. Holly Anderson Level 1
- ii. Corbin Spellman Level 1

I. Boot Hill Casino and Resort employees:

- i. Stacy Bush Level 2
- ii. Emma Cecil Level 2
- iii. Christopher Conrardy Level 2
- iv. Jessica Dominguez Level 2
- v. Kathy Konrade Level 2
- vi. Larry Lemaster Level 2
- vii. Souk Luangchia Level 2
- viii. Terry Lucas Level 2
- ix. James Myers Level 2
- x. Dominique Owens Level 2
- xi. Jimmy Parks Level 2
- xii. Raymond Ritchey Level 2

- | | | |
|-------|-----------------|---------|
| xiii. | Kayla Schriener | Level 2 |
| xiv. | Renata Troncoso | Level 2 |
| xv. | Ricardo Correa | Level 3 |
| xvi. | Leonardo Garcia | Level 3 |
| xvii. | Sandra Ventura | Level 3 |

Motion passed unanimously.

MOTION, DENY LICENSE:
(K.)

Commissioner Braun (Schwan) moved to deny the license requested for:

- I. Boot Hill Casino and Resort employee:
 - i. Sheena Gingrich Level 2

Motion passed unanimously.

ADJOURN:

Commissioner Braun (McKechnie) moved to adjourn at 1:02 pm.
Motion passed unanimously.

SUBMITTED BY:

Barry L. Schwan
Secretary

APPROVED BY:

William Falstad
Chair



Lottery Facility Game Approvals and Revocations

March 11, 2011

Recommended for Approval					
Manufacturer	File Number	ID Number	Version	Game Name	
1	BALLY	MO-22-BAL-10-12	UBA-10-SS	2.06-21US	JCM BILL VALIDATOR FIRMWARE
2	BALLY	SY-73-BAL-10-02	CCS.exe	1.0.0.0	N/A
3	BALLY	SY-73-BAL-10-02	CONFIG.exe	1.4.28.0	N/A
4	BALLY	SY-73-BAL-10-02	JobsService.exe	1.0.0.0	N/A
5	BALLY	SY-73-BAL-10-02	Config_Wizard.exe	1.1.15.0	N/A
6	BALLY	SY-73-BAL-10-02	LinkServer.exe	2.0.48.0	N/A
7	BALLY	SY-73-BAL-10-02	QNX_GMM	3.9	N/A
8	BALLY	MO-22-BAL-11-01	HARDWARE	PCA209450-0-0 REV C	N/A
9	IGT	SY-73-IGT-03-20	SAS13	N/A	EZ PAY/IVS
10	IGT	SY-22-IGT-05-01	XVUCOMSERVER	SR3	EZPAY/IVS
11	IGT	SY-22-IGT-03-09	CPB0006A.BIN	CVT PLUS	CVT PLUS BOOT
12	IGT	SY-73-IGT-06-40	FTD_110A.ABS	1.10A	N/A
13	IGT	SY-73-IGT-06-42	FTD_610B.ABS	6.10B	N/A
14	IGT	SY-171-IGT-08-09	7VFD403C.ABS	4.03C	N/A
15	IGT	SY-171-IGT-08-09	7UP403C.ABS	4.03C	N/A
16	IGT	SY-22-IGT-08-12	CPF0035F.BIN	EZ-PAY CVT	CVT- PLUS FLASH PROGRAM
17	IGT	SY-73-IGT-09-07	BC_700G.ABS	7.00G	N/A
18	IGT	SY-73-IGT-09-22	cfe.exe	2.2E	N/A
19	IGT	SY-22-IGT-09-25	Xtra Credit	8.2 SP4	N/A
20	IGT	SY-22-IGT-09-25	Point Play	8.2 SP4	N/A
21	IGT	SY-22-IGT-09-25	vbc.exe	8.2.3024.0400	N/A
22	IGT	SY-22-IGT-09-25	ConfigWS.exe	8.2.3024.0400	N/A
23	IGT	SY-22-IGT-09-25	Conc.exe	8.2.3024.0400	N/A
24	IGT	SY-22-IGT-09-25	AbsTran.exe	8.2.3024.0400	N/A
25	IGT	SY-22-IGT-09-25	AgamS2SClient.dll	8.2.3024.0400	N/A
26	IGT	SY-22-IGT-09-25	AbsUtils.dll	8.2.3024.0400	N/A
27	IGT	SY-22-IGT-09-25	AgamSecure.dll	8.2.3024.0400	N/A
28	IGT	SY-22-IGT-09-25	AbsCommon.dll	8.2.3024.0400	N/A
29	IGT	SY-22-IGT-09-25	Abs.S2STransport.Svc.exe	8.2.3024.0400	N/A
30	IGT	SY-22-IGT-09-25	1419F-00.abs	14.19F-00	N/A
31	IGT	SY-22-IGT-09-25	2419F-00.abs	24.19F-00	N/A
32	IGT	SY-22-IGT-09-25	3419F-00.abs	34.19F-00	N/A

	Manufacturer	File Number	ID Number	Version	Game Name
33	IGT	SY-22-IGT-09-25	8019F-00.abs	80.19F-00	N/A
34	IGT	SY-22-IGT-09-25	8119F-00.abs	81.19F-00	N/A
35	IGT	SY-22-IGT-09-25	8419F-00.abs	84.19F-00	N/A
36	IGT	SY-22-IGT-09-25	WFTD.exe	8.2.3024.0400	N/A
37	IGT	SY-22-IGT-09-25	AgamS2SHost.dll	8.2.3024.0400	N/A
38	IGT	SY-22-IGT-09-25	wbc.exe	8.2.3024.0400	N/A
39	IGT	SY-22-IGT-09-25	AgamEtherOL.dll	8.2.3024.0400	N/A
40	IGT	SY-73-IGT-10-03	470002275	8.2 SP6	N/A
41	IGT	SY-73-IGT-10-04	FJPStation.exe	8.2.4097.0600	N/A
42	IGT	SY-73-IGT-10-05	470002276	8.2 SP6	N/A
43	IGT	SY-73-IGT-10-06	470002281	8.2 SP6	N/A
44	IGT	SY-73-IGT-10-07	470002279	8.2 SP6	N/A
45	IGT	SY-73-IGT-10-05	ezRoutePlus.jar	N/A	N/A
46	IGT	SY-73-IGT-10-05	icl.jar	N/A	N/A
47	IGT	SY-73-IGT-10-05	beans.jar	N/A	N/A
48	IGT	SY-73-IGT-10-05	VRTServer.exe	8.2.4083.0600	N/A
49	IGT	SY-73-IGT-10-05	CtnServer.exe	8.2.4083.0600	N/A
50	IGT	SY-73-IGT-10-05	lvsSsServer.exe	8.2.4083.0600	N/A
51	IGT	SY-73-IGT-10-05	tpe.exe	8.2.4083.0600	N/A
52	IGT	SY-73-IGT-10-11	470002495	8.2 SP6	N/A
53	IGT	SY-73-IGT-10-04	470002278	8.2 SP6	N/A
54	IGT	SY-73-IGT-10-03	GConfig.exe	8.2.4093.0600	N/A
55	IGT	SY-73-IGT-10-03	TbleDrop.exe	8.2.4093.0600	N/A
56	IGT	SY-73-IGT-10-03	Guardian.exe	8.2.4093.0600	N/A
57	IGT	SY-73-IGT-10-03	GTouch.exe	8.2.4093.0600	N/A
58	IGT	SY-73-IGT-10-07	MA.exe	8.2.4097.0600	N/A
59	IGT	SY-73-IGT-10-06	Patron.exe	8.2.4093.0600	N/A
60	IGT	SY-73-IGT-10-11	ADIconsole.exe	8.2.4098.0600	N/A
61	IGT	SY-73-IGT-10-22	470002638	8.2 SP6 HF2	N/A
62	IGT	SY-73-IGT-10-22	Patron.exe	8.2.4140.0602	N/A
63	IGT	SY-22-IGT-10-07	470002623	8.2 SP6 HF2	N/A
64	IGT	SY-22-IGT-10-07	Xtra Credit	8.2 SP6 HF2	N/A
65	IGT	SY-22-IGT-10-07	Point Play	8.2 SP6 HF2	N/A
66	IGT	SY-22-IGT-10-07	1419L-62.abs	14.19L-62	N/A
67	IGT	SY-22-IGT-10-07	2419L-62.abs	24.19L-62	N/A
68	IGT	SY-22-IGT-10-07	3419L-62.abs	34.19L-62	N/A
69	IGT	SY-22-IGT-10-07	8019L-62.abs	80.19L-62	N/A
70	IGT	SY-22-IGT-10-07	8119L-62.abs	81.19L-62	N/A
71	IGT	SY-22-IGT-10-07	8419L-62.abs	84.19L-62	N/A
72	IGT	SY-22-IGT-10-07	vbc.exe	8.2.4132.0602	N/A
73	IGT	SY-22-IGT-10-07	AgamEtherOL.dll	8.2.4132.0602	N/A
74	IGT	SY-22-IGT-10-07	ConfigWS.exe	8.2.4132.0602	N/A
75	IGT	SY-22-IGT-10-07	Conc.exe	8.2.4132.0602	N/A
76	IGT	SY-22-IGT-10-07	AbsTran.exe	8.2.4132.0602	N/A

	Manufacturer	File Number	ID Number	Version	Game Name
77	IGT	SY-22-IGT-10-07	AgamS2SClient.dll	8.2.4132.0602	N/A
78	IGT	SY-22-IGT-10-07	AbsUtils.dll	8.2.4132.0602	N/A
79	IGT	SY-22-IGT-10-07	AgamSecure.dll	8.2.4132.0602	N/A
80	IGT	SY-22-IGT-10-07	Abs.Common.dll	8.2.4132.0602	N/A
81	IGT	SY-22-IGT-10-07	Abs.S2STransport.Svc.exe	8.2.4132.0602	N/A
82	IGT	SY-22-IGT-10-07	WFTD.exe	8.2.4132.0602	N/A
83	IGT	SY-22-IGT-10-07	AgamS2SHost.dll	8.2.4132.0602	N/A
84	IGT	SY-22-IGT-10-09	470002546	8.2 SP6 HF1	N/A
85	IGT	SY-22-IGT-10-09	dbo.Proc_PeriodUpdate.proc.sql	N/A	N/A
86	IGT	SY-22-IGT-10-09	dbo.Proc_PeriodCheckSheet.proc.sql	N/A	N/A
87	IGT	SY-22-IGT-10-09	dbo.Trig_ABSUserIUD.trigger.sql	N/A	N/A
88	IGT	MO-22-IGT-10-310	FI-014-BT-14DYN1-01	AVP INSTALL	AVP
89	IGT	MO-22-IGT-10-310	AF-014-BT-14DYN1-01	DYNAMIC BUTTON PANEL	AVP
90	IGT	MO-22-IGT-11-04	HARDWARE	2	G22 SAVP WHL MTR LHT DRVR
91	IGT	MO-22-IGT-11-08	AI014-09C	AVP INSTALL	AVP/AVP Stepper
92	IGT	MO-22-IGT-11-08	AVP014-00331	AVP PKG	AVP/AVP Stepper
93	IGT	MO-22-IGT-11-08	CONFIG014-007-121	AVP CONFIG PKG	AVP/AVP Stepper
94	IGT	SY-35-IGT-11-01	470002614	8.2 SP6 HF3	N/A
95	IGT	SY-35-IGT-11-01	ADI.exe	N/A	N/A
96	IGT	MO-22-IGT-11-21	DIAGNOSTIC-014-05	N/A	AVP
97	SDS	SY-52-SDS-11-02	iVIEW 3 Hardware	Rev A	N/A
98	WMS	MO-22-WMS-10-229	DE1C-000-1010C2	1010 H13.21	NAUTILUS
99	WMS	MO-22-WMS-10-230	DE1B-000-1010C2	1010 H13.21	ROSE OF CAIRO
100	WMS	SY-209-WMS-10-01	LAP-SYS-20	LAP-SYS-20	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
101	WMS	MO-22-WMS-10-251	DD41-000-1030C2	1030/H13.21	KRONOS
102	WMS	MO-22-WMS-11-11	DA49-000-1030D1	1030 H13.21	SEA TALES
103	WMS	MO-22-WMS-11-13	DD71-000-1020D1	1020 H13.21	ZANZIBAR
104	WMS	SY-209-WMS-10-01	admin.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
105	WMS	SY-209-WMS-10-01	controller.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
106	WMS	SY-209-WMS-10-01	device.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
107	WMS	SY-209-WMS-10-01	enrollment.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
108	WMS	SY-209-WMS-10-01	error.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
109	WMS	SY-209-WMS-10-01	index.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
110	WMS	SY-209-WMS-10-01	jackpot.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
111	WMS	SY-209-WMS-10-01	load_game.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
112	WMS	SY-209-WMS-10-01	logging_handlers.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
113	WMS	SY-209-WMS-10-01	log.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
114	WMS	SY-209-WMS-10-01	monitor.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
115	WMS	SY-209-WMS-10-01	page_elements.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)

	Manufacturer	File Number	ID Number	Version	Game Name
116	WMS	SY-209-WMS-10-01	progressive.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
117	WMS	SY-209-WMS-10-01	theme.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
118	WMS	SY-209-WMS-10-01	utils.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
119	WMS	SY-209-WMS-10-01	wmsProgCon	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
120	WMS	SY-209-WMS-10-01	jackpot_sql_defines.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
121	WMS	SY-209-WMS-10-01	ghost_group.py	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER (LAP)
122	WMS	SY-209-WMS-10-01	FC3-LAP-1.3.4	1.3.4	LOCAL AREA PROGRESSIVE CONTROLLER
Recommend Revocation					
	Manufacturer	File Number	ID Number	Version	Game Name
	None				



Kansas Racing and Gaming Commission
700 SW Harrison, Suite 500, Topeka, Kansas 66603
(785) 296-5800, Fax (785) 296-0900

Boot Hill Casino and Resort Internal Control Amendments

March 11, 2011

<u>Item # / (Description)</u>	<u>Regulation/IC Reference</u>	<u>Staff Recommendation</u>
BH134 (Mississippi Stud)	112-108-6	Approval
BH162 (Important Keys)	112-104-8(c)(3)(A)&(B)	Approval
BH163 (Required Keys)	112-104-35	Approval



Kansas Racing and Gaming Commission
 700 SW Harrison, Suite 500, Topeka, Kansas 66603
 (785) 296-5800, Fax (785) 296-0900

BOOT HILL CASINO & RESORT

Lottery Gaming Facility Revenue*

February 28, 2011

	February 2011	YTD 2011	Fiscal YTD 2011
Electronic gaming machines	2,972,502.93	5,746,465.82	21,806,741.54
Table games	<u>545,580.50</u>	<u>1,115,580.50</u>	<u>4,169,252.38</u>
Total Lottery Gaming Facility Revenue	<u><u>3,518,083.43</u></u>	<u><u>6,862,046.32</u></u>	<u><u>25,975,993.92</u></u>
State Share 22%	773,978.35	1,509,650.19	5,714,718.66
Local Share 3%	105,542.50	205,861.39	779,279.82
Problem Gambling Share 2%	70,361.67	137,240.93	519,519.88
Casino Share 73%	2,568,200.90	5,009,293.81	18,962,475.56

*as reported by the Kansas Lottery's central computer system



HOLLYWOOD *Casino*[®]

AT KANSAS SPEEDWAY[®]

Turner

**Summary Monthly
Progress Report
February 2011**

TABLE OF CONTENTS

1. Executive Summary/Field Status

- Work Completed—Past 30 days
- Work to Complete—Next 30 days
- Monthly Summary Schedule

2. Weekly Status Reports

- Week-starting 01/31/11
- Week-starting 02/07/11
- Week-starting 02/14/11
- Week-starting 02/21/11

3. Progress Photos

- Project Photos

4. Design

- Document Status

5. Purchasing

- LBE/MBE/WBE Report

Executive Summary—February 2011

- BP#1 (Mass Excavation/Grading) continued this month, with material fill at the north fill zone.
- BP #2 (Site & Off Site Water and Gas) - On Site water main is 100% complete. Water main tie-in from site to Service Level completed this month.
- BP #3 (BPU Ductbank and Site Communication) - The final section of electrical ductbank to the building transformers was installed this month.
- BP#4 (Casino Foundations) - Grade beams and footing pads at Casino Level were 100% complete this month. Casino ease slab on grade was poured this month, Casino west mud slab was completed this month.
- BP#5 (Elevators/Escalators) - Equipment completed factory fabrication and has been delivered to Otis Elevator in Kansas City.
- BP#6 (Off Site Grading and Storm Sewer) - Rock and rip-rap liner in the drainage ditch adjacent to Village West Parkway was ongoing as weather permitted.
- BP#8A (Mechanical & Plumbing) - Service Level overhead and wall rough-in continued this month. Casino Level underground rough-in continued this month. Service Level HVAC piping and duct work continued this month. Overhead rough-in at Casino Level began this month.
- BP#9A (Electrical Work) - Overhead and wall rough-in at the Service Level continued this month. Underground rough-in at Casino Level continued this month. Electrified deck installation continued at slab on grade area's this month.
- BP#10 (Structural Steel) - Casino Level structural steel and roof joists/deck continued erection this month. Steel fabrication continued to be expedited this month.
- BP#14 (Fire Suppression) - continued rough-in and sprinkler main at Service Level.
- BP#16 (Garage Precast) - Garage precast fabrication continued this month, precast erection crane mobilized this month, erection of precast began in March.
- BP#17 (Masonry) - Masonry block installation at the Central Plant and Sally Port completed this month. CMU installation at the Service Level north continued this month.
- BP#18 (Fireproofing) - Fireproofing of structural steel over Service Level was 85% completed at the end of this month.
- BP#21 (Metal Studs/Drywall) - Service Level stud wall top track and studs continued this month. Stud framing at Casino Level exterior wall began at the end of the month.
- BP#23 (Roofing, Sheet Metal and Metal Panels) -began Central Plant roofing at the end of the month.
- BP#24 (Rough Carpentry) - began wall blocking in studs at Service Level.

Field Status Report

AS OF FEBRUARY 28, 2011

Work Completed During the Past 30 Calendar Days

Casino

- Concrete foundations continued this month.
- Electrical Coredeck installation work continued this month.
- Concrete mud slab continued this month.
- Casino Level Geofoam installation work began this month.
- Concrete slab on grade continued this month.
- Service Level foundation wall backfill completed this month.
- Underground plumbing rough-in continued this month.
- Underground electrical rough-in continued this month.
- Structural steel erection continued this month.
- Masonry block continued this month.
- Service Level framing continued this month.
- Service Level fireproofing continued this month.
- Service Level fire suppression started this month.
- Service Level overhead MEP work continued this month.
- Casino Level exterior wall framing and sheathing started this month.
- South Penthouse concrete slab completed this month.
- South Penthouse exterior wall framing and sheathing started this month.
- Service Level electrical room painting started this month.
- Service Level wall blocking work started this month.

Garage

- Underground electrical rough-in completed this month.

Site Work

- Private water line testing completed this month.

Offsite

- Village West Parkway rip-rap continued this month.

Field Status Report

AS OF FEBRUARY 28, 2011

Work Scheduled for the Next 30 Calendar Days

Casino

- Complete concrete foundations work.
- Complete electrical Coredeck installation work.
- Complete Casino Level Geofoam work.
- Complete concrete mud slab pours.
- Complete concrete slab on grade pours.
- Complete underground plumbing rough-in work.
- Complete underground electrical rough-in work.
- Continue structural steel erection.
- Complete masonry block work.
- Continue Service Level framing work.
- Continue Service Level carpentry work.
- Continue Service Level fireproofing work.
- Continue Service Level fire suppression work.
- Continue Service Level MEP overhead work.
- Start elevator installation work.
- Continue Service Level stud framing work.
- Start Service Level door frame installation work.
- Continue Casino Level exterior framing work.
- Continue north Penthouse framing work.
- Start electrical equipment installation work.
- Start mechanical equipment installation work.
- Start roofing at Central Plant.
- Start Casino roofing work.

Garage

- Start precast erection.

Site Work

- Start exterior concrete paving at dock area.

Offsite

- Continue Village West Parkway rip-rap.

Turner

Hollywood Casino at Kansas Speedway



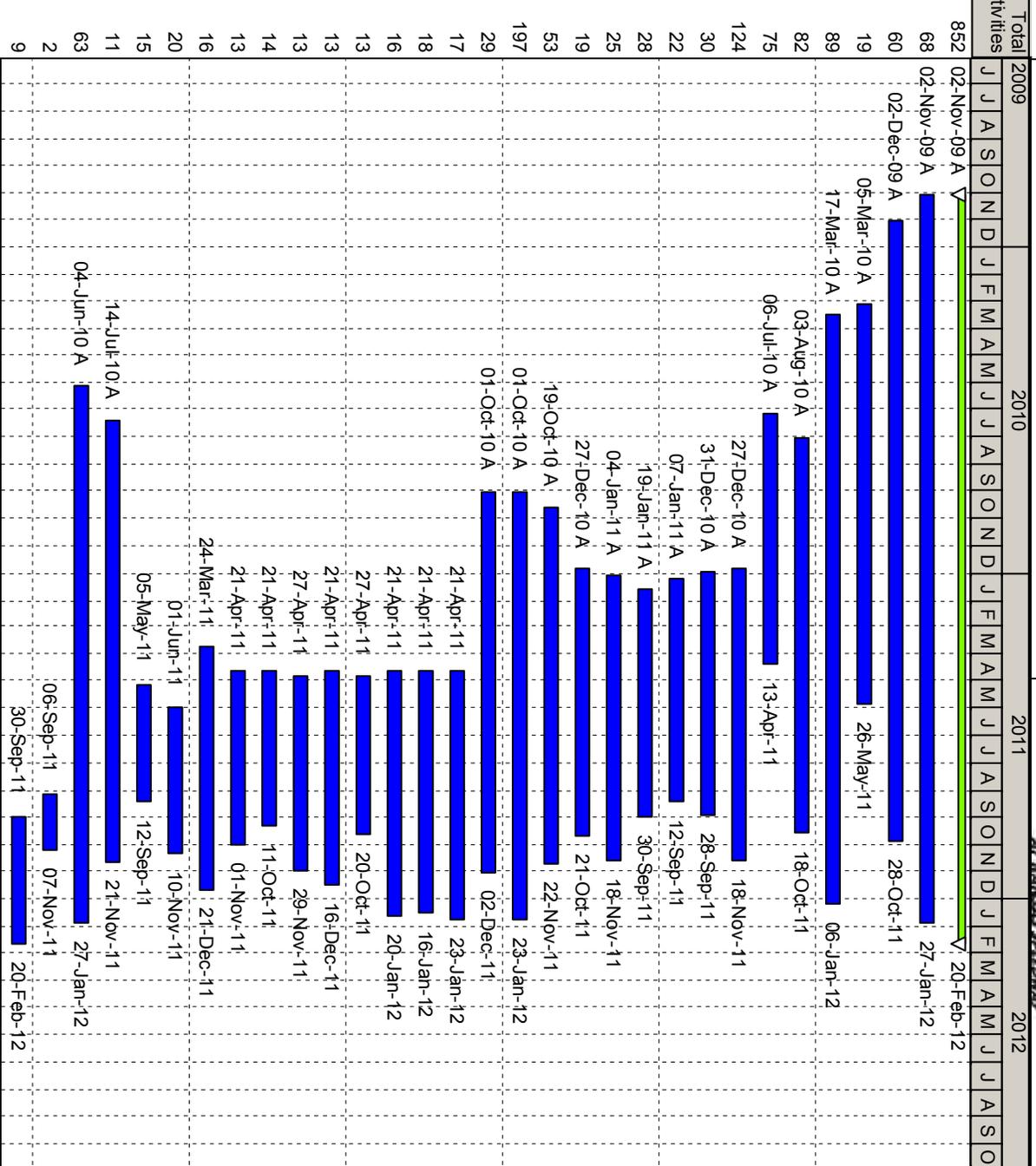
WBS Name

Total Activities

Hollywood Casino At Kansas Sp

- OWNER ITEMS
- DESIGN ITEMS
- PERMIT ITEMS
- SITE
- PARKING GARAGE
- CASINO STRUCTURE
- SERVICE LEVEL
- South Service Level Finist
- Northeast Service Level F
- Northwest Service Level F
- Central Plant
- Main Electrical Room
- CASINO ENVELOPE
- CASINO INTERIORS
- Casino Main Floor
- Buffet
- Final Cut Steakhouse
- Three Meal Buffet
- Cash Cage Area
- VIP High Rollers
- Retail & Coffee
- Walk Up Bar
- Poker Room
- Main Kitchen
- Sports Bar
- Restrooms
- ESCALATORS & ELEVATOR
- MECHANICAL, ELECTRICAL
- CASINO FFE
- SUBSTANTIAL COMPLETIC

Data Date: 25 Feb 11



Weekly Status Report for Week Starting 1/31/11



- CMU work at NW corner in progress.



- Continued CMU work at Central Plant.



- Restroom rough in continued on Service Level.



- Meter pit for domestic water line installation in progress.



- Main Electrical room fireproofing complete.



- Started topping out corridors on Service Level with DensArmor.



- Started installing electrical cable tray along L line.



- Started insulating overhead mechanical duct.



- Formed & poured concrete curbs at EDR Kitchen.

*It is noted we lost a total of 6 days this month due to heavy snow & ice.

Work Scheduled for Week Starting 2/7/11

- Continue steel erection on sequence #4 & #6.
- Continue installing roof joists from grid lines 10 to 5.
- Continue MEP rough-in for slab on grade pour from grid lines 17-14/A.3-F.
- Pour slab on grade from grid lines 17-14/A.3-F on 2/4/11 (pending weather).
- Continue Service Level fireproofing from grid lines 10-5 & C-F.
- Continue metal stud installation in the Service Level.
- Continue installing DensArmor along corridors.
- Continue installing MEP trapeze hangers on Service Level.
- Continue mechanical and plumbing overhead rough-in on Service Level.
- Continue electrical overhead rough-in on Service Level.
- Continue masonry work on the Central Plant.
- Continue remaining masonry work along 5 & 6 line (NW).
- Continue underground MEP rough-in from grid lines 14-5 and L-P.
- Continue escalator pit excavation and foundation.

*All work is subject to weather conditions.

Weekly Status Report for Week Starting 2/7/11



- Completed CMU work South of 5 line.
Started CMU work along 5 line.



- Continued CMU work at Central Plant.
Relocated scaffolding to start remaining North and West walls.



- Installed and poured stair #3 (South stair) from Service level to Casino level.



- Completed slab on grade pour from grid lines A.3-F and 17-13.



- Started Garage Link steel erection.



- Continued steel and joist erection from grid lines J-P and 10-5.



- Continued metal stud install on the Service Level.



- Continued insulating overhead mechanical and plumbing work.



- Completed epoxy grout at the trash chute glazed cmu.

Work Scheduled for Week Starting 2/14/11

- Continue Garage Link steel erection.
- Start sequence #8 (SW) steel erection.
- Start roof deck installation from grid lines 12-5.
- Install stair #2 from Service Level to Penthouse.
- Pour slab on deck at Penthouse.
- Pour slab on grade on Casino Level Rotunda.
- Pour mud slab on the East Casino Level from grid lines 18-13.
- Install Coredeck over the mud slab on East Casino Level.
- Pour slab on deck from grid lines 18-13 & L-P.3 (pending weather).
- Continue Service Level fireproofing from grid lines 10-5 & C-F.
- Continue metal stud installation in the Service Level.
- Continue installing DensArmor along corridors.
- Continue installing MEP trapeze hangers on Service Level.
- Continue MEP overhead rough-in on Service Level.
- Continue masonry work on the Central Plant.
- Continue masonry work along grid line 5(NW).
- Continue underground MEP rough-in at Casino level.
- Continue escalator pit excavation and pit concrete.

*All work is subject to weather conditions.

Weekly Status Report for Week Starting 2/14/11



- Completed CMU work along 5 line (North end of service level).



- Completed load bearing CMU at Central Plant (West & NW walls).



- Completed escalator pit foundations



- Poured Service Level Vestibule 0067 footing.



- Poured mud slab on grade from grid lines 18-5 and L-P.3. (Entire East side of Casino Level)



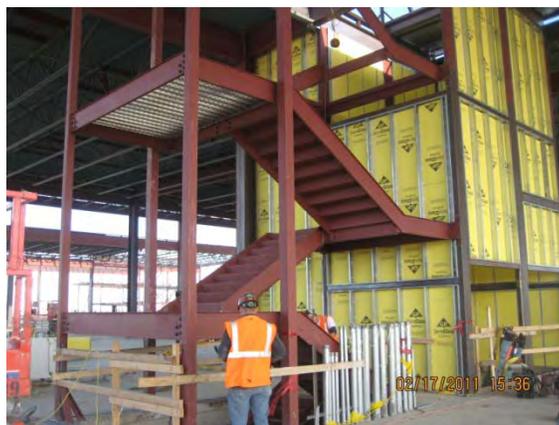
- Installed Core deck over mud slab from grid lines 9-5 & L-P.3 (NE Casino Level)



- Poured slab on grade over core deck from grid lines 18-13 & L-P.3. (SE Casino Level)



- Poured slab on grade from grid lines 8.4-5 & A-C (NW Casino Level).



- Installed stair #2 from Service Level to Penthouse. Also started elevator #2 & #3 shaft walls.



- Started Garage Link steel erection.



- Started sequence #8 steel erection (SW Casino Level) and continued installing roof deck on sequence #5 (N).



- Painted Main Electrical room and Electrical Rooms 0096 & 0139.



- Started installing panels in electrical rooms.



- Started installing fire suppression piping.



- Continued overhead MEP rough-in.

Work Scheduled for Week Starting 2/21/11

- Continue Garage Link steel erection.
- Continue sequence #8 (SW) steel erection.
- Install Central Plant steel joists and deck.
- Begin Roof installation at Central Plant.
- Continue roof deck installation from grid lines 10-5.
- Pour stair #2 from Service Level to Penthouse.
- Pour East Casino Level slab on deck and slab on grade from grid lines 13-5 & L-P.
- Pour West Casino Level mud slab from grid lines 13-9 & A-F.
- Install Coredeck over mud slab on West Casino Level.
- Pour West Casino Level slab on deck from grid lines 13-9 & A-F.
- Install Geofoam at the NW Casino Level.
- Pour lightweight concrete over Geofoam at the NW Casino Level.
- Pour lightweight concrete at the Casino Level Main Kitchen.
- Pour Garage Link slab on grade.
- Continue Service Level fireproofing.
- Continue metal stud installation in the Service Level.
- Continue installing DensArmor along corridors.
- Continue installing MEP trapeze hangers on Service Level.
- Continue MEP overhead rough-in on Service Level.
- Continue fire suppression overhead rough-in on Service Level.
- Start interior CMU wall at the Central Plant.
- Continue masonry work South of grid line 5 (NW).
- Start Casino Level exterior wall installation.

*All work is subject to weather conditions.

Weekly Status Report for Week Starting 2/25/11



- Began framing and sheathing of exterior wall along grid line 17 (SW Casino Level) and continued steel erection on west side.



- Continuation of roof decking installation.



- Poured slab on grade over core deck from grid lines 18-5 and L-P.3. (Entire East side of Casino Level)



- Poured mud slab along grid lines 13-9 & A-C



- Poured slab on grade over core deck from grid lines 9-5 & L-P.3 (NE Casino Level)



- Began framing of penthouse



- Continued installation of elevator #2 & #3 shaft walls.



- Continued garage link steel erection and poured slab on grad at link.



- Arrival/assembly of crane for garage precast erection.



- Installed drain tile along garage retaining wall



- Continued installation of CMU walls along grid lines 5-6 & C-F

Work Scheduled for Week Starting 2/28/11

- Continue Garage Link steel erection.
- Continue sequence #8 (SW) steel erection.
- Install sally port steel joists and deck.
- Begin Roof installation at Central Plant.
- Continue roof deck installation from grid lines 10-5.
- Install core deck on mud slab from grid lines 13-9 & A-C.
- Pour West Casino Level slab on grade from grid lines 13-9 & A-C.
- Complete Geofom at the NW Casino Level for raised slab
- Pour North West Casino Level raised slab on Geofom at steakhouse
- Prep for lightweight concrete at the Casino Level Main Kitchen.
- Form Central Plant steps to service level.
- Continue Service Level fireproofing.
- Continue metal stud installation in the Service Level.
- Continue installing sheathing along corridors.
- Continue installing MEP trapeze hangers on Service Level.
- Continue MEP overhead rough-in on Service Level.
- Continue fire suppression overhead rough-in on Service Level.
- Start interior CMU wall at the Central Plant.
- Complete masonry work South of grid line 5 (NW).
- Continue Casino Level exterior wall framing and sheathing installation.
- Complete assembly of crane for garage precast erection.
- Begin receiving garage precast onsite.

*All work is subject to weather conditions.



Kansas Racing and Gaming Commission
700 SW Harrison, Suite 500, Topeka, Kansas 66603
(785) 296-5800, Fax (785) 296-0900

STAFF AGENDA MEMORANDUM

DATE OF MEETING: March 11, 2011

AGENDA ITEM: KHA Reimbursement from Kansas Bred Program

PRESENTER: Neysa Thomas, Interim Executive Director

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 December 2009, January 2010 and February 2010 totaling \$1,972.63. 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 December 2009, January 2010 and February 2010 expenses for the operation of the Kansas Bred Program and reimbursement of those expenses subject to availability of funds.

February 22, 2011

Ms Neysa Thomas
Kansas Racing and Gaming Commission
700 SW Harrison
Topeka, Kansas 66603

Dear Ms. Thomas,

The Kansas Horsemen's Association would like to request that the expenses for the months of:

December 2009	\$ 924.69
January 2010	837.55
February 2010	210.39
Total	\$1972.63

be placed on the agenda for reimbursement approval by the commission. The Amount for reimbursement will be subject to the availability of funds.

Sincerely,
Garry Stwalley
President
Kansas Horsemen's Association

UMB Bank, n.a.
 Post Office Box 419226
 Kansas City, Missouri 64141-6226



KANSAS HORSEMENS ASSOCIATION INC
 KANSAS BRED PROGRAM
 400 E 137TH
 CARBONDALE KS 66414-9387

ACCOUNT NUMBER 98
 43 0032 052 8 0
 STATEMENT DATE 25
 1-31-11 PAGE 1

DIRECT WRITTEN INQUIRIES TO THE ABOVE ADDRESS. FOR PERSONAL ACCOUNTS
 YOU MAY CALL 877-860-8621, FOR COMMERCIAL ACCOUNTS, 800-860-4862

----- CHECKING ACCOUNT SUMMARY -----

PREVIOUS STATEMENT 12-31-10, BALANCE OF 501.88
 4 DEPOSITS AND OTHER CREDITS TOTALING 2,740.00
 CURRENT BALANCE AS OF STATEMENT DATE 3,241.88
 AVERAGE COLLECTED BALANCE THIS PERIOD 2,818.97

----- CHECKING ACCOUNT TRANSACTIONS -----

DATE	AMOUNT	TRANSACTION DESCRIPTION	
01-04	955.00+	DEPOSIT SERIAL # 1110	REF 11298535
01-04	1,600.00+	DEPOSIT SERIAL # 1109	REF 11298540
01-10	150.00+	DEPOSIT SERIAL # 1111	REF 11566403
01-24	35.00+	DEPOSIT SERIAL # 1112	REF 11324232

----- BALANCES AFTER TRANSACTIONS - INCLUDING UNCOLLECTED FUNDS -----

DATE	BALANCE	DATE	BALANCE	DATE	BALANCE	DATE	BALANCE
01-04	3,056.88	01-10	3,206.88	01-24	3,241.88		

Kansas Bred Registry
Income and Cash Flow
2011

	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	Total
Income Summary													
Total revenues	2,740.00	-	-	-	-	-	-	-	-	-	-	-	2,740.00
Total Expenses													-
Net Income (Loss)	2,740.00	-	-	-	-	-	-	-	-	-	-	-	2,740.00

	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	Total
Cash Flow													
KS Bred checking, beginning balance	501.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88
Add: Receipts	2,740.00	-	-	-	-	-	-	-	-	-	-	-	-
Less: Distributions	-	-	-	-	-	-	-	-	-	-	-	-	-
KS Bred checking, ending balance	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88	3,241.88



STAFF AGENDA MEMORANDUM

DATE OF MEETING: March 11, 2011

AGENDA ITEM: **Preliminary Approval of KRGC Gaming Regulation Changes**

PRESENTER: Patrick D. Martin, Asst. A.G.

ISSUE SUMMARY: Staff asks the Commission to preliminarily approve some revised and some new regulations relating to:

112-102-2. Gaming supplier and non-gaming supplier defined.

112-104-5. Standard financial reports.

112-104-6. Annual audit; other reports; currency transaction reporting; suspicious transaction reporting.

112-104-42. Purchasing. (new)

112-108-23. Dice; receipt, storage, inspections, and removal from use.

112-110-1. Adoptions by reference for technical standards

112-110-14. Procedures for resolving EGM breaks in communication with the central computing system. (new)

The proposed regulations fit the Expanded Lottery Act's requirement that the Commission create and adopt "such rules and regulations as the commission deems necessary to carry out the duties and functions of the commission pursuant to Kansas expanded lottery act." K.S.A. 74-8772. And as a part of that duty, the Commission is responsible for adopting regulations "[p]romoting the integrity of the gaming and finances of lottery gaming facilities and racetrack gaming facilities and [the Commission] shall meet or exceed industry standards for monitoring and controlling the gaming and finances of lottery gaming facility operations and racetrack gaming facility operations and shall give the Kansas racing and gaming commission sufficient authority to monitor and control the gaming operation and to ensure its integrity and security.

The Commission's preliminary approval of these regulations will allow the staff to submit the proposed regulations to the Department of Administration's legal department and the Attorney General's office for those entities' review and revision. And to be clear, submission to the DOA

and AG are just the first parts of the rigorous and lengthy process in creating permanent regulations.

COMMISSION ACTION REQUIRED/REQUESTED: Preliminary approval vote.

STAFF RECOMMENDATIONS: Staff recommends approval.

112-102-2. Gaming supplier and non-gaming supplier defined. (a) Each person that performs one or more of the following shall be considered a gaming supplier:

(1) Manufactures, sells, leases, supplies, or distributes devices, machines, equipment, accessories, or items that meet at least one of the following conditions:

- (A) Are designed for use in a gaming facility;
- (B) are needed to carry out a lottery facility game;
- (C) have the capacity to affect the result of the play of a lottery facility game;

or

(D) have the capacity to affect the calculation, storage, collection, or control of the revenues from a gaming facility;

(2) provides maintenance services or repairs gaming equipment, including slot machines;

(3) provides services directly related to the management or administration of a gaming facility;

(4) provides junket services; or

(5) provides items or services that the commission has determined are used in or are incidental to gaming or to an activity of a gaming facility.

(b) Any person that is not a gaming supplier but otherwise meets one or more of the following may be considered a non-gaming supplier:

(1) Acts as a manager of an ancillary lottery gaming facility;

(2) is not a public utility and provides goods or services to a facility manager

or ancillary lottery gaming facility in an amount of \$100,000 or more within a one-year period; or

(3) provides goods or services to a gaming facility and could present a security, integrity, or safety concern to the gaming operations as determined by the executive director;

(4) regulated insurance companies providing insurance to facility manager, ancillary lottery gaming facility, or employees of either;

(5) employee benefit and retirement plans and related administrator;

(6) regulated banks and savings and loan associations that provide financing to a facility manager or ancillary lottery gaming facility; or

(7) professional service providers, including accountants, architects, attorneys, and engineers. (Authorized by and implementing K.S.A. 2008 2010 Supp. 74-8751 and 74-8772; effective Aug. 14, 2009; amended P-_____.)

112-104-5. Standard financial reports. (a) Each facility manager's internal control system shall include internal controls for standard financial reports. The internal controls shall be submitted to and approved by the commission under K.A.R. 112-104-1. A facility manager shall file the following financial data reports:

- (1) A balance sheet submitted monthly, quarterly, and annually;
- (2) an income statement submitted monthly, quarterly, and annually;
- (3) a cash flow statement submitted monthly, quarterly, and annually;
- (4) daily net EGM income submitted daily, monthly, quarterly, and annually; and
- (5) a comparison of net EGM income to projected net EGM income submitted monthly, quarterly, and annually.

(b) Standard reporting forms and corresponding filing instructions may be prescribed by the executive director to be used by a facility manager in filing the monthly reports specified in subsection (a).

(c) The annual reports shall be based on a ~~calendar~~ fiscal year beginning ~~January~~ July 1 and ending ~~December 31~~ June 30, unless otherwise approved by the executive director. The quarterly reports shall be based on the calendar quarters ending ~~March 31~~ September 30, ~~June 30~~ December 31, ~~September 30~~ March 31, and ~~December 31~~ June 30, unless otherwise approved by the executive director. The monthly reports shall be based on calendar months. Interim reports shall contain a cumulative year-to-date column.

(d) The annual financial statements shall be prepared on a comparative basis for the current and prior calendar years and shall present financial position, results of

operations, and cash flows in conformity with GAAP.

(e) The electronically transmitted reports or hard copy reports required to be filed pursuant to this regulation shall be authorized by individuals designated by the facility manager. In addition, the facility manager shall submit a letter attesting to the completeness and accuracy of the reports. The letter shall be signed by the facility manager's chief financial officer or controller.

(f) The reports required to be filed pursuant to this regulation shall be addressed as prescribed by the executive director and received no later than the required filing date. The required filing dates shall be the following:

(1) Monthly reports shall be due on the last calendar day of the following month or the next business day if such day falls on a weekend or legal holiday.

(2) Quarterly reports for the first three calendar quarters shall be due on the last calendar day of the second month following the end of the facility manager's calendar quarter. Quarterly reports for the fourth calendar quarter shall be due on the last calendar day of the third month following the end of the facility manager's fourth calendar quarter.

(3) Annual reports shall be due on the last calendar day of the third month following the end of the facility manager's calendar year or 10 days after form 10-K is filed with the securities and exchange commission, whichever comes first.

(g) In the event of a license termination, change in business entity, or a change in ownership of at least 20%, the facility manager shall file with the commission the required financial and statistical reports listed in paragraphs (a)(1) through (3) for the

previous month through the date of occurrence. The facility manager shall file the reports within 30 calendar days of the occurrence.

(h) All significant adjustments resulting from the annual audit required in K.A.R. 112-104-6 shall be recorded in the accounting records of the year to which the adjustment relates. If the adjustments were not reflected in any annual report and the commission concludes that the adjustments are significant, the facility manager may be required by the executive director to file a revised annual report. The revised filing shall be due within 30 calendar days after written notification to the facility manager, unless the facility manager submits a written request for an extension before the required filing date and the extension is granted by the executive director.

(i) Additional financial reports may be requested in writing by the executive director to determine compliance by the facility manager with the act and this article.

(Authorized by and implementing K.S.A. ~~2007~~ 2010 Supp. 74-8772; effective Sept. 26, 2008; amended P-_____.)

112-104-6. Annual audit; other reports; currency transaction reporting; suspicious

transaction reporting. (a) Each facility manager's internal control system shall include internal controls for annual and other audit reports. The internal controls shall be submitted to and approved by the commission according to K.A.R. 112-104-1. Each facility manager shall cause its annual financial statements to be audited by an independent certified public accountant or, when appropriate, an independent registered certified public accounting firm licensed to practice in this state. The audit shall be in accordance with generally accepted auditing standards and, when applicable, the standards of the public company accounting oversight board. The independent certified public accountant or, when appropriate, independent registered certified public accounting firm shall be approved by the executive director before the audit engagement.

(b) Independent certified public accountants and independent registered certified public accounting firms performing annual audits or special reports shall not perform internal audit services for the same facility manager.

(c) The annual financial statements audit shall be prepared on a comparative basis for the current and prior fiscal years and present financial position and results of operations in conformity with generally accepted accounting principles.

(d) The financial audit required by this regulation shall include a footnote reconciling and explaining any differences between the financial statements included in any annual report filed in conformity with K.A.R. 112-104-5 and the audited financial statements. The footnote shall disclose the effect of adjustments on the following:

- (1) Revenue from the operation of EGMs;
- (2) EGM revenue minus expenses for complimentary;
- (3) total costs and expenses;
- (4) income before extraordinary items, as that term is used within GAAP; and
- (5) net income.

(e) The facility manager shall require the independent certified public accountant or independent registered certified public accounting firm auditing the facility manager's financial statements to render the following additional reports:

~~(1) A report on all weaknesses or deficiencies in the internal control system, with separate indication for material and nonmaterial items noted in the course of the examination of the financial statements;~~

~~(2) a report expressing that, based on the examination of the financial statements, the facility manager has followed, in all material respects during the period covered by the examination, the facility manager's internal control system over financial reporting based upon the description of the internal control system approved for the facility manager under K.A.R. 112-104-1. Whenever the facility manager has deviated from the internal control system as approved by the commission, the report shall enumerate each deviation and each area of the system no longer considered effective, whether considered material or not, and shall make recommendations regarding improvements on areas considered material in the internal control system;~~

~~(3)~~ (1) a A report on the prospective financial statements, including a one-year forecast and three-year projection, expressing an opinion as to whether the prospective financial information is properly prepared on the basis of the assumptions and is presented in accordance with the relevant financial reporting framework; and

~~(4)~~ (2) any additional relevant reports if required by the executive director.

(f) At any time a special audit of a facility manager may be required by the commission to be conducted by commission personnel, an independent certified public accountant, or an independent registered certified public accounting firm licensed to practice in the state of Kansas. The scope, procedures, and reporting requirements of any special audit shall be established by the executive director.

(g) Copies of the audited financial statements in an amount determined by the executive director, together with any management letter or report prepared regarding that statement by the facility manager's independent certified public accountant or independent registered certified public accounting firm, shall be filed with the commission not later than 120 days after the end of the facility manager's fiscal year.

(h) The facility manager shall prepare a written response to the independent certified public accountant's or independent registered certified public accounting firm's reports required by subsection (e). The response shall indicate, in detail, any corrective actions taken. The facility manager shall submit a copy of the response to the commission within 90 days of receipt of the reports.

(i) The facility manager shall file with the commission copies of the reports required by subsection (e) in an amount determined by the executive director and copies in an amount determined by the executive director of any other reports on internal controls, administrative controls, or other matters relative to the facility manager's accounting or operating procedures rendered by the facility manager's independent certified public accountant or independent registered certified public accounting firm within 120 days following the end of the facility manager's fiscal year or upon receipt, whichever is earlier.

(j) The facility manager shall submit to the commission three copies of any report that is filed, or required to be filed, with the securities and exchange commission (SEC) or other securities regulatory agency. The reports shall include any S-1, 8-K, 10-Q, 10-K, proxy or information statements, and registration statements. The reports shall be filed with the commission within 10 days of whichever of the following occurs first:

- (1) The filing of the report with the SEC or other securities regulatory agency; or
- (2) the due date prescribed by the SEC or other securities regulatory agency.

(k) If an independent certified public accountant or independent registered certified public accounting firm previously engaged as the principal accountant to audit the facility manager's financial statements resigns or is dismissed as the facility manager's principal accountant or if another independent certified public accountant or independent registered certified public accounting firm is engaged as principal accountant, the facility

manager shall file a report with the commission within 10 days following the end of the month in which the event occurs, setting forth the following:

(1) The date of the resignation, dismissal, or engagement;

(2) an indication of whether in connection with the audits of the two most recent years preceding a resignation, dismissal, or engagement there were any disagreements with the former accountant on any matter of accounting principles or practices, financial statement disclosure, or auditing scope or procedure, including a description of each disagreement. The disagreements to be reported shall include those resolved and those not resolved; and

(3) an indication of whether the principal accountant's report on the financial statements for either of the past two years contained an adverse opinion or disclaimer of opinion or was qualified. The nature of the adverse opinion, disclaimer of opinion, or qualification shall be described.

(l) The facility manager shall request the former accountant to furnish to the facility manager a letter addressed to the commission stating whether that accountant agrees with the statements made by the facility manager in response to paragraph (k)(2). The letter shall be filed with the commission as an exhibit to the report required by paragraph (k)(2).

(m) All of the audits and reports required by this regulation that are performed by independent certified public accountants or independent registered certified public accounting firms shall be prepared at the sole expense of the facility manager.

(n) Each facility manager's internal control system shall include internal controls to meet the requirements of 31 C.F.R. Part 103 for the reporting of certain currency transactions. The internal controls shall be submitted to and approved by the commission according to K.A.R. 112-104-1.

(1) The facility manager shall file with the commission a copy of any suspicious activity report-casino (SARC) the facility manager is required to file under 31 C.F.R. §103.21. Each SARC shall be filed with the commission concurrently with the federal filing.

(2) A facility manager, director, officer, employee, or agent who reports a suspicious activity under paragraph (n)(1) shall not notify any person involved in the suspicious activity that the suspicious activity has been reported.

(3) The facility manager shall file with the commission a copy of any currency transaction report by casino (CTRC) that the facility manager is required to file under 31 CFR §103.22. Each CTRC shall be filed with the commission concurrently with the federal filing.

(o) The executive director may require an annual audit of the facility manager's compliance with commission rules and regulations to be conducted in accordance with generally accepted auditing standards and the standards for financial audits under government auditing standards. The audit report shall require the expression of an opinion on compliance. The audit shall be conducted by either commission staff or an

independent CPA firm selected by the commission. (Authorized by and implementing
K.S.A. ~~2007~~ 2010 Supp. 74-8772; effective Sept. 26, 2008; amended P-_____.)

DRAFT 02-28-11

112-104-42. Purchasing. (a) Each facility manager's internal control system shall include internal controls for purchasing.

(b) Procedures must indicate the amount of a single transaction or series of related transactions which an individual or a group of employees, owners, or directors may approve.

(c) The internal controls must include for both manual and computerized systems the following information:

(1) Steps for initiating purchasing procedures;

(2) detailed procedures for the preparation and distribution of purchase orders, including:

(A) The amounts which can be authorized by various positions or levels of personnel;

(B) the sequence of required signatures and distribution of each part of the purchase order;

(C) a statement that purchase orders are issued for a specific dollar amount. Any changes to an issued purchase order must be returned to the purchasing department to initiate an amended purchase order and obtain additional approvals, if necessary; and

(D) the maintenance of a purchase order log.

(3) detailed procedures for issuing and approving blanket purchase orders for purchases of goods or services, including:

(A) The competitive bid requirements for blanket purchase orders;

(B) a statement that blanket purchase orders must include a maximum amount, effective date and expiration date; and

(C) controlling, documenting, and monitoring blanket purchase orders.

(4) requirements for competitive bidding process, including:

(A) The number of bids required. A minimum of two bids must be required;

(B) a statement that the purchasing department must have the final responsibility for obtaining competitive bids. The originating departments may provide the amount budgeted for the purchase, cost limitations, and vendor recommendations;

(C) the steps for documenting verbal bids and the minimum amount required for written bids;

(D) a statement that all competitive bids received will be confidential and not disclosed to any other vendors; and

(E) criteria for qualifying approved vendors of goods or services based on "fair market value" considering such factors as quality, service, and price.

(5) detailed procedures and approval process for emergency purchases, including:

(A) A statement that emergency purchases will usually occur after normal business hours, on weekends or holidays or, in case of immediate need of goods or services, in response to unusual occurrences during normal business hours;

(B) a statement that approvals may be verbal until purchasing documentation is prepared. Purchasing documentation must be finalized within three days;

- (C) a statement on the purchase order documenting the reason for the emergency purchase; and
- (D) the maintenance of an emergency purchase order log.
- (6) detailed procedures to ensure that vendor files contain all company required forms, documentation, and approvals which, at a minimum, must be all issued purchase orders and bid documentation;
- (7) a prohibition against the purchase or lease of gaming equipment or supplies from other than a licensed supplier;
- (8) detailed procedures for contracts, including:
- (A) The management levels and the contract amounts that they may negotiate and execute;
- (B) a statement that all contracts will be subject to the competitive bid process;
- (C) the terms of all contracts;
- (D) the approval process for payments made against an executed contract; and
- (E) the distribution and filing of executed contracts.
- (9) if applicable, detailed procedures for the use of purchasing cards, including:
- (A) Authorized position titles to be purchasing card holders and their spending limits, both single transaction and monthly;
- (B) items that may be purchased with the purchasing card;
- (C) use of the card with approved vendors only, if applicable;

(D) responsibilities of the holder of the purchasing card, including maintaining receipts and verifying monthly statements;

(E) responsibilities of the manager of the purchasing card holder, including approving monthly statements;

(F) disputing fraudulent or incorrect charges;

(G) payment to vendors for purchasing card charges; and

(H) department or position as stated in the facility manager's internal controls who is responsible for overseeing the purchasing card process.

(10) detailed procedures for the receipt of all goods received by an employee independent of the purchasing department as specified in the facility manager's internal controls, including:

(A) The verification process for the receipt of goods, including damaged goods and partial or overshipments;

(B) the distribution of all receiving documentation; and

(C) the maintenance of receiving documentation.

(11) payment of vendor invoices including procedures for:

(A) When the invoice amount disagrees with the purchase documentation;

(B) processing non-invoice payments; and

(C) the approval process for the utilization of a check request form, if applicable.

(d) Related party transactions either oral or written must meet the minimum internal control standards enumerated above and, in addition, the internal controls must provide that:

(A) Each related party transaction or series of related transactions reasonably anticipated to exceed \$50,000 annually must be subject to approval of the board of directors or owners of the company;

(B) an annual report of related party contracts or transactions be prepared and submitted to the board of directors or owners and the executive director listing all related party transactions or group of like transactions occurring during the year. This report will be due the end of the third month following each calendar year, must be formatted to group related party transactions by key person or entity, and contain the following information:

- (1) Name of the related party;
- (2) amount of the transaction or payments under the contract;
- (3) term of contract;
- (4) nature of transaction; and
- (5) determination of how the fair market value of the contract, goods, or services was ascertained; and

(C) a quarterly report to the board of directors or owners and the executive director updating the information required above for all new or renewed related party transactions entered into during the quarter. This report must also indicate any

terminations of related party transactions and is due by the end of the second month following the end of the quarter. The annual report will suffice for the fourth quarterly report. (Authorized by and implementing K.S.A. 2010 Supp. 74-8772; effective P-_____.)

DRAFT 02-28-11

112-108-23. Dice; receipt, storage, inspections, and removal from use. (a) Each facility manager shall ensure that all of the following requirements are met each time dice are received for use in the gaming facility:

(1) The packages shall be inspected for proper quantity and any obvious damage by at least two employees, one of whom shall be from the table games department and the other from the security department or accounting department.

(2) The dice shall be recorded in the dice inventory ledgers by a member of the security or accounting department. Any discrepancies in the invoice or packing list or any defects found shall be reported upon discovery to a commission security agent on duty.

(3) The boxes shall be placed for storage in a primary or secondary storage area by at least two employees, one of whom shall be from the table games department and the other from the security department or accounting department. The primary storage area shall be located in a secure place, the location and physical characteristics of which shall be approved by the commission. Secondary storage areas, if needed, shall be used for the storage of surplus dice. Dice maintained in secondary storage areas shall be transferred to the primary storage area before being distributed to the pits or tables. All secondary storage areas shall be located in secure areas, the location and physical characteristics of which shall be approved by the commission.

(b) Each primary storage area and each secondary storage area shall have two separate locks. The security department shall maintain one key, and the table games

department shall maintain the other key. No person working in the table games department that is an employee in a lower position than the pit manager or poker room manager may have access to the table games department key for the primary and secondary storage areas.

(c) A facility manager shall ensure that each dice storage area contains an inventory ledger and that its employees update the ledger when dice are added or removed from that storage area.

(d) Before the commencement of each gaming day and at other times as may be necessary, the pit manager, poker room manager, or the supervisor, in the presence of a security department employee and after notification to surveillance, shall remove the appropriate number of dice from the primary storage area for that gaming day.

(e) Before being transported to a pit, all dice shall be recorded on the dice inventory ledger. Both the authorized table games department employee and security department employee shall sign verifying the information.

(f) Once the dice are removed from the primary storage area, the pit manager, poker room manager, or the supervisor, in the presence of a security department employee, shall take the dice to the pits and distribute the dice to the floor supervisors or directly to the boxperson.

(1) At the time of receipt of any dice, a boxperson at each craps table shall, in the presence of the floor supervisor, inspect each die with a micrometer or any other instrument approved by the commission that performs the same function, a balancing

caliper, a steel set square, and a magnet. These instruments shall be kept in a compartment at each craps table or pit stand and shall be at all times readily available for use by the commission upon request. The boxperson shall also check the dice to ensure that there is no indication of tampering, flaws, scratches, marks, or other defects that might affect the play of the game. The inspection shall be performed on a flat surface, which allows the dice inspection to be observed by surveillance and by any person near the pit stand.

(2) Following this inspection, the boxperson shall in the presence of the floor supervisor place the dice in a cup on the table for use in gaming. The dice shall never be left unattended while the dice are at the table.

(3) The pit manager shall place extra dice in a single locked compartment in the pit stand. The floor supervisor or an employee in a higher position shall have access to the extra dice to be used for that gaming day.

(4) Any movement of dice after being delivered to the pit shall be made by a pit manager or an employee in a higher position and require a security escort after notifying surveillance. Procedures for the pickup of used dice, including obtaining keys, assigning individuals responsible, and updating inventory ledgers, shall include the following:

- (A) Transportation of used dice by security;
- (B) surveillance notification before movement of the dice;
- (C) time the procedures will be performed;
- (D) location where the dice will be taken; and

(E) any other applicable security measures.

(5) No dice taken from the reserve shall be used for gaming until the dice have been inspected in accordance with this regulation.

(g) The facility manager shall remove any dice from use if there is any indication of tampering, flaws, or other defects that might affect the integrity or fairness of the game, or at the request of the commission agent on duty.

(h) At the end of each gaming day or at any other times as may be necessary, a floor supervisor, other than the person who originally inspected the dice, shall visually inspect each die for evidence of tampering. Any evidence of tampering shall be immediately reported to the commission security agent on duty by the completion and delivery of an approved dice discrepancy report.

(1) Each die showing evidence of tampering shall be placed in a sealed envelope or container.

(A) All envelopes and containers used to hold or transport dice collected by security shall be transparent.

(B) A label shall be attached to each envelope or container that identifies the table number, date, and time and shall be signed by the boxperson and floor supervisor.

(C) The envelopes or containers and the method used to seal the dice shall be designed or constructed so that any tampering is evident.

(D) The security department employee receiving the die shall sign the original, duplicate, and triplicate copy of the dice discrepancy report and retain the original at the

security office. The duplicate copy shall be delivered to the commission, and the triplicate copy shall be returned to the pit and maintained in a secure place within the pit until collection by a security department employee.

(2) The procedures for inspecting dice under this subsection shall include the following information:

(A) A listing of the positions authorized by job description to conduct the inspection;

(B) a direction that surveillance personnel shall be notified before inspecting the dice;

(C) detail about the time and location the inspection will be conducted;

~~(D)~~ (D) a listing of the minimum training requirements of persons assigned to conduct the inspections;

~~(E)~~ (E) a description of the inspections that will be conducted and how they will be performed, including the use of any special equipment;

~~(F)~~ (F) any other applicable security measures;

~~(G)~~ (G) a requirement for immediate notification of the commission security agent on duty and the completion of an incident report describing any flawed, marked, suspect, or missing dice that are noted; and

~~(H)~~ (H) a requirement for reconciliation by the security department employee of the number of dice received with the number of dice destroyed or cancelled and any dice

still pending destruction or cancellation. Each discrepancy shall be reported to the commission security agent within two hours.

(3) All other dice shall be put into envelopes or containers at the end of each gaming day.

(A) A label shall be attached to each envelope or container that identifies the table number, date, and time and is signed by the boxperson and floor supervisor.

(B) The envelope or container shall be appropriately sealed and maintained in a secure place within the pit until collection by a security department employee.

(i) All extra dice in dice reserve that are to be destroyed or cancelled shall be placed in a sealed envelope or container, with a label attached to each envelope or container that identifies the date and time and is signed by the pit manager.

(j) A security department employee shall collect and sign all envelopes or containers of used dice and any dice in dice reserve that are to be destroyed or cancelled and shall transport the envelopes or containers to the security department for cancellation or destruction. This collection shall occur at the end of each approved gaming day and at any other times as may be necessary. The security department employee shall also collect all triplicate copies of dice discrepancy reports, if any. No dice that have been placed in a cup for use in gaming shall remain on a table for more than 24 hours.

(k) A pit manager or supervisor of the pit manager may collect all extra dice in dice reserve at the end of each gaming day or at least once each gaming day as designated

by the facility manager and approved by the commission, and at any other times as may be necessary.

(1) If collected, dice shall be returned to the primary storage area.

(2) If not collected, all dice in dice reserve shall be reinspected before use for gaming.

(1) The facility manager's internal control system shall include approval procedures for the following:

(1) A dice inventory system that shall include, at a minimum, documenting the following:

(A) The balance of dice on hand;

(B) the dice removed from storage;

(C) the dice returned to storage or received from the manufacturer;

(D) the date of the transaction; and

(E) the signature of each individual involved.

(2) A reconciliation on a daily basis of the dice distributed, the dice destroyed and cancelled, the dice returned to the primary storage area and, if any, the dice in dice reserve; and

(3) a physical inventory of the dice performed at least once every three months and meeting the following requirements:

(A) This inventory shall be performed by an employee from the internal audit department or a supervisor from the cashier's cage, or accounting department and shall be verified to the balance of dice on hand required in paragraph (1)(1)(A);

(B) each discrepancy shall immediately be reported to the commission agent on duty; and

(C) the employees conducting this inventory shall make an entry and sign the dice inventory ledger in a manner that clearly distinguishes this count as the quarterly inventory.

(m)(1) Cancellation shall occur by drilling a circular hole of at least 3/16 of an inch in diameter through the center of each die or any other method approved by the commission.

(2) Destruction shall occur by shredding or any other method approved by the commission.

(3) The destruction and cancellation of dice shall take place in a secure place, the location and physical characteristics of which shall be approved by the commission.

(4) Dice cancellation and destruction record shall be maintained indicating the date and time of cancellation or destruction, quantity of dice to be cancelled or destroyed, and the individuals responsible for cancellation or destruction.

(5) Procedures for cancelling or destroying dice shall include the following:

(A) The positions authorized by job description to cancel or destroy dice;

(B) surveillance notification before cancellation or destruction of the dice;

- (C) time and location the cancellation or destruction will be conducted;
 - (D) specifically how cancellation or destruction will be accomplished, including the use of any special equipment; and
 - (E) other applicable security measures.
- (6) Each facility manager shall notify the commission security agent of any flawed, marked, or suspect dice that are discovered during the cancellation or destruction process.
- (n) Evidence of tampering, marks, alterations, missing or additional dice or anything that might indicate unfair play discovered shall be reported to the commission by the completion and delivery of a dice discrepancy report.
 - (1) The report shall accompany the dice when delivered to the commission security agent on duty.
 - (2) The dice shall be retained for further inspection by the commission security agent on duty.
 - (3) The commission agent receiving the report shall sign the dice discrepancy report and retain the original at the commission office. (Authorized by and implementing K.S.A. 2008 2010 Supp. 74-8772; effective Jan. 8, 2010; amended P-_____.)

112-110-1. Adoptions by reference. The following texts by gaming laboratories international (GLI) are hereby adopted by reference:

(a) “GLI-11: gaming devices in casinos,” version 2.0, dated April 20, 2007, except the following:

(1) Each reference to a “75% payout percentage,” which shall be replaced with “an average of not less than 87% of the amount wagered over the life of the machine”;

(2) section 1.1;

(3) section 1.2;

(4) section 1.4; and

(5) the section titled “revision history”;

(b) “GLI-12: progressive gaming devices in casinos,” version 2.0, dated April 20, 2007, except the following:

(1) Section 1.1;

(2) section 1.2;

(3) section 1.4; and

(4) the section titled “revision history”;

(c) “GLI-13: on-line monitoring and control systems (MCS) and validation systems in casinos,” version 2.0, dated April 20, 2007, except the following:

(1) Section 1.3;

(2) section 1.5;

(3) the “note” in section 3.4.3; and

(4) the section titled “revision history”;

(d) “GLI-15: electronic bingo and keno systems,” version 1.2, dated April 12,

2002, except the following:

(1) Section 1.3;

(2) section 1.5; and

(3) the section titled “revision history”;

(e) “GLI-16: cashless systems in casinos,” version 2.0, dated April 20, 2007,

except the following:

(1) Section 1.2;

(2) section 1.4; and

(3) the section titled “revision history”;

(f) “GLI-17: bonusing systems in casinos,” version 1.2, dated February 27, 2002,

except the following:

(1) Section 1.2;

(2) section 1.4; and

(3) the section titled “revision history”;

(g) “GLI-18: promotional systems in casinos,” version 2.0, dated April 20, 2007,

except the following:

(1) Section 1.2;

(2) section 1.4; and

(3) the section titled “revision history”;

(h) “GLI-20: kiosks,” version 1.4, dated July 1, 2006, except the following:

(1) Section 1.3; and

(2) the section titled “revision history”;

(i) “GLI-21: client-server systems,” version 2.1, dated May 18, 2007, except the following:

(1) Section 1.1;

(2) section 1.2;

(3) section 1.4;

(4) each reference to a “75% payout percentage,” which shall be replaced with “an average of not less than 87% of the amount wagered over the life of the machine”;

and

(5) the section titled “revision history”;

(j) “GLI-24: electronic table game systems,” version 1.2, dated September 6, 2006, except the following:

(1) Section 1.1;

(2) section 1.3;

(3) each reference to “75% payout percentage,” which shall be replaced with “an average of not less than 87% of the amount wagered over the life of the machine”; and

(4) the section titled “revision history”;

(k) “GLI-25: dealer controlled electronic table games,” version 1.1, dated September 8, 2006, except the following:

- (1) Section 1.1;
- (2) section 1.3; and
- (3) the section titled “revision history”; and

(1) “GLI-26: wireless gaming system standards,” version 1.1, dated January 18, 2007, except the following:

- (1) Section 1.1;
- (2) section 1.2;
- (3) section 1.4; and
- (4) the section titled “revision history”.

(m) “GLI-28: player user interface systems,” version 1.0, dated February 14,

2011, except the following:

(1) Section 1.1. (Authorized by K.S.A. ~~2007~~ 2010 Supp. 74-8772; implementing K.S.A. 74-8750 and 74-8772; effective May 1, 2009; amended P-_____.)

112-110-14. Procedures for resolving EGM breaks in communication with the

central computing system. (a) If one or more EGMs stop communicating with the central computer system for more than 60 seconds unless otherwise specified by the executive director:

(1) The supplier for the central computer system shall notify the lottery gaming facility's surveillance department of the break in communication;

(2) the lottery gaming facility's surveillance department shall immediately notify the slot shift supervisor on duty, or equivalent position, of the break in communication for any unscheduled events; and

(3) the lottery gaming facility's EGM department shall:

(A) investigate the reason for the drop in communication with the central computer system; and

(B) identify the party responsible for correcting the problem and a timeframe for correction.

(b)(1) If one or more EGM's have an unscheduled break in communications with the central computer system for longer than 10 minutes, the supplier for the central computer system shall:

(A) notify commission personnel on duty;

(B) contact the lottery gaming facility's slot shift supervisor on duty, or equivalent position, to assist in reestablishing communications; and

(C) send updates notices to the commission personnel on duty of the situation at least every two hours until the situation is resolved. Upon resolution, the supplier for the central computer system will notify all parties involved.

(2) For communication breaks that last longer than 10 minutes, the commission will make a determination as to whether to cease operation of the EGMs affected by the central communication system's break in communication. The commission may consider:

- (a) The potential for any data loss;
- (b) the projected length of outage;
- (c) the circumstances of the break in communication;
- (d) the proposed solution to the problem; and
- (e) any other factor that arises. (Authorized by and implementing K.S.A. 2010

Supp. 74-8772; effective P-_____.)

**KRGC Commission Meeting
03.11.2011**

Responsible Gambling Report

Voluntary Exclusions:

You have the current VEP report in your packet. This report reflects the data that has been collected from January 2010 through March 4, 2011:

- We currently have 30 participants enrolled
- There has been a gender shift from an even split to 60% males and 40% females
- There is a slight increase in participants in the 35-44 age range
- The ethnic breakdown remains consistent with the demographics of SW Kansas

At year end 2010, we had 19 participants. We have had 11 enroll in the first two months of 2011. This increase may be a reflection of the problem gambling awareness education that is being by the BHCR staff, our KRGC agents and the SW Kansas Problem Gambling Task Force. My thought is that those who find themselves unable to gamble responsibly may be more willing to reach out and utilize the available resources.

Problem Gambling Treatment in Kansas:

As you know, problem gambling treatment became available on February 1st. This is offered to problem gamblers and concerned others of the problem gambler at no cost (regardless of income). We saw a slight increase in Kansas Helpline calls in February. At this time, we do not have treatment usage numbers but I hope to have those for you at our next Commission meeting.

Problem Gambling Specialist Position:

SRS, through a contract with SE Kansas Educational Center (Greenbush), has hired a Problem Gambling Specialist who will serve Dodge City and the surrounding area. Frances Waldren will begin her duties on March 16. Frances grew up in the Dodge City area and received an Associates of Arts from Dodge City Community College, a Bachelor in Social Work from Fort Hays State University and is licensed in Kansas as a social worker and an addictions counselor. She will attend the 60 hour Kansas Gambling Counselor Certification training this month.

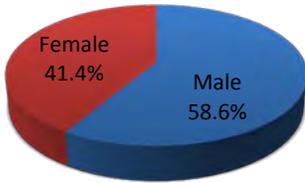
Her duties in this position will be to serve as the spokesperson regarding the mission, goals and objectives of AAPS problem gambling services to the Boot Hill market area; problem gambling treatment outreach, data collection and evaluation; public awareness and education; development of policies and procedures that support the reduction of harm caused by gambling; and the development of strategies and partnerships at the local level that promote responsible gambling and reduce harm from problem gambling.



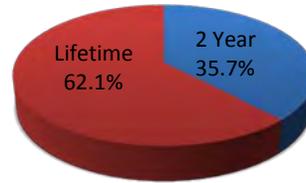
Voluntary Exclusion Program Data January 2010 – February 2011

Voluntary Exclusions = 29

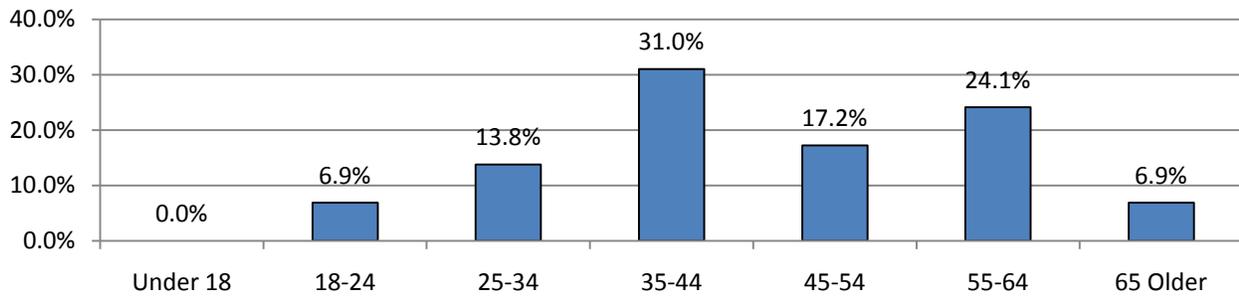
Gender



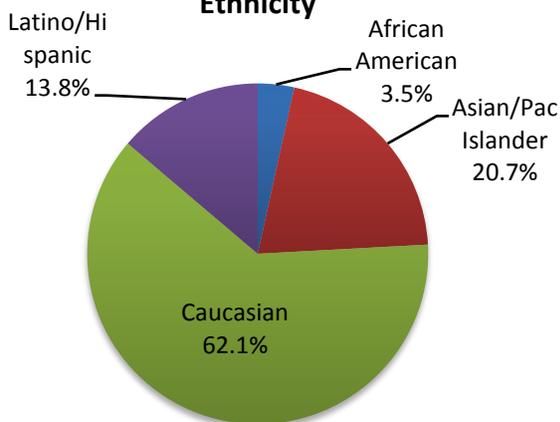
Exclusion Period



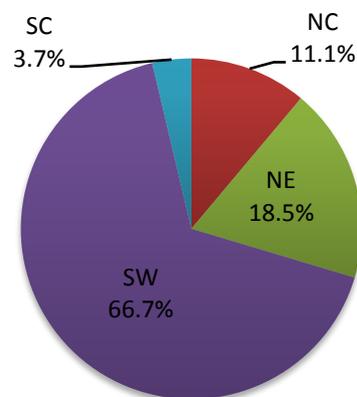
Age



Ethnicity



Lottery Region



(02.28.2011)

March 2011 - February 2012

Kansas Racing and Gaming Commission Planner

Mar 2011						
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		

MARCH

11 Commission Meeting

Sep 2011						
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	

APRIL

6 Commission Meeting in Dodge City (moved from 4/15 and 4/21)

Apr 2011						
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

MAY

12 Commission Meeting (moved from 5/13)

Oct 2011						
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					

JUNE

17 Commission Meeting

May 2011						
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				

JULY

15 Commission Meeting

Nov 2011						
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					

AUGUST

12 Commission Meeting (tentative)

Jun 2011						
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

SEPTEMBER

9 Commission Meeting (tentative)

Dec 2011						
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						

OCTOBER

14 Commission Meeting (tentative)

Jul 2011						
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						

NOVEMBER

18 Commission Meeting (tentative)

Jan 2012						
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				

DECEMBER

16 Commission Meeting (tentative)

Aug 2011						
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 2012						
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					