

AGENDA
KANSAS RACING AND GAMING COMMISSION
10:00 a.m., Friday, March 14, 2014

AUDITORIUM A
Dwight D. Eisenhower State Office Building
700 SW Harrison, Suite 450
Topeka, KS 66603

A. CALL TO ORDER

B. APPROVAL OF AGENDA

C. APPROVAL OF MINUTES

1. [Minutes of February 21, 2014](#)

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 Approval Letters March 2014](#)
2. Internal control amendment approvals
 - a. [Boot Hill Casino & Resort internal control amendment approvals](#)
 - b. [Kansas Star Casino internal control amendment approvals](#)

E. LOTTERY GAMING FACILITY REPORTS/ITEMS

1. Boot Hill Casino and Resort
 - a. [Monthly Report](#)
 - b. [February 2014 Gaming Revenue Report](#)
2. Kansas Star Casino
 - a. [Monthly Report](#)
 - b. [February 2014 Gaming Revenue Report](#)
3. Hollywood Casino at Kansas Speedway
 - a. [Monthly Report](#)
 - b. [February 2014 Gaming Revenue Report](#)

F. COMMISSION ITEMS

1. Semi-Annual Activity Report of Inspections and Investigations of Bingo Operations

Commission Action: Commission review and discussion

Staff Presentation: Patsy Congrove, Director of Charitable Bingo

Staff Recommendation: No action required

a. [Staff Memo](#)

b. [ABC Activity Report](#)

2. Casino Mobile Gaming Test Report and Internal Control Amendment HW51

Commission Action: Commission review and Final Action

Staff Presentation: Executive Session Electronic Security

Dennis Bachman, Director of IT and Electronic Security

Staff Recommendation: Approval of casino mobile gaming system and I.C. Amendment HW51

a. [Staff Memo](#)

G. PUBLIC COMMENTS

H. STAFF REPORTS

1. Executive Director

a. [Voluntary Exclusion Report](#)

b. [KRGK Financial Report](#)

I. 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 privilege

2. Electronic Security

3. Background reports

J. OTHER BUSINESS/FURTHER COMMISSION ACTION

1. Consideration of proposed gaming licenses and renewals

K. ADJOURNMENT

KANSAS RACING AND GAMING COMMISSION

MINUTES – FEBRUARY 21, 2014

CALL TO ORDER:
(A.)

Vice-Chairman Dennis McKinney called the February 21, 2014, meeting to order at 10:00 a.m. at 700 SW Harrison, Auditorium A, Suite 450, Topeka, Kansas. In addition to Vice-Chairman McKinney, Commissioners R. Eileen King and David H. Moses were present. Chairman Timothy Shultz was absent. Others present included Executive Director Richard Petersen-Klein, General Counsel Judith Taylor, Director of Security Don Brownlee, Director of Administration and Finance Brandi White, Director of IT and Electronic Security Dennis Bachman, recording secretary Chris Vega and other staff.

MOTION, APPROVE
AGENDA:
(B.)

Commissioner King (Moses) moved to approve the agenda. Motion passed unanimously.

MOTION, APPROVE
JANUARY 17, 2014,
MEETING MINUTES:
(C.)

Motion was made that January 17, 2014 meeting minutes reflect that Electronic Security was added to the Executive Session and the commission unanimously moved to reconvene into Executive Session twice. Commissioner Moses (King) moved to approve the minutes of the January 17, 2017 meeting as amended. Motion passed unanimously.

MOTION, APPROVE
CONSENT AGENDA:
(D.)

Commissioner King (Moses) moved to approve the consent agenda. Motion passed unanimously.

LOTTERY GAMING
FACILITY
REPORTS/ITEMS; BOOT
HILL CASINO AND
RESORT:
(E.1.)

Sharon Stroburg, General Manager, reported:

- For the month of January 2014, Boot Hill Casino and Resort (BHCR) experienced an increase of more than six percent over the prior month and 3.6 percent over January 2013. This was attributed to both an increase in slot and table hold, and the implementation of some new marketing initiatives.
- BHCR's visitation and revenue were impacted by the weather in January.
- The statistics of BHCR's semi-annual responsible gaming report for the six month period July 1, 2013 and December 31, 2013 were highlighted.

LOTTERY GAMING
FACILITY
REPORTS/ITEMS;
KANSAS STAR:
(E.2.)

Scott Cooper, General Manager, reported:

- December admissions were down four percent from January 2013.
- Ongoing design work continues for the proposed

convention/meeting facility.

- December revenue numbers compared to January 2013:
 - Total gaming revenue down ten percent.
 - Slot coin-in (handle) down five percent.
 - Slot hold slightly higher.
 - Table game drop down thirteen percent.
 - Table game hold up less than one percent.
 - Poker room revenue down twenty percent.
- The statistics of Kansas Star's semi-annual responsible gaming report for the six month period July 1, 2013 and December 31, 2013 were highlighted.

LOTTERY GAMING
FACILITY
REPORTS/ITEMS;
HOLLYWOOD CASINO AT
KANSAS SPEEDWAY:
(E.3.)

Bob Sheldon, General Manager, reported:

- January revenue numbers compared to January 2013:
 - Total gaming revenue was \$10.5 million, up \$351,000, or 3.5 percent.
 - Table games revenue was \$1.9 million, down \$34,000, or two percent.
 - Slot revenue was \$8.6 million, up \$386,000, or almost five percent.
- Hollywood Casino's weekly marketing efforts remained consistent in January and also saw the culmination of the Pigskin Playoff promotion on January 17th where one winner walked away with \$20,000 in cash.
- Starting on January 20th guests began earning entries for the Marquee Millionaire slot tournament.
- January was adversely impacted by weekend weather events which significantly affected revenue as Hollywood Casino's largest revenue days typically occur on Friday and Saturday.
- The statistics of Hollywood Casino's semi-annual responsible gaming report for the six month period July 1, 2013 and December 31, 2013 were highlighted.

COMMISSION ITEMS;
(F.1.)

- Mr. Petersen-Klein reported on Kansas Voluntary Exclusion Program options to prevent excluded persons from entering any of the three state-owned gaming facilities.

PUBLIC COMMENTS:
(G.)

There were no public comments at this meeting.

STAFF REPORTS;
(H.1.)

Mr. Petersen-Klein, reported:

- The Voluntary Exclusion Program currently has 678 enrollees.
- Thursday, February 27, 2014 the Governor will sign a Proclamation declaring the month of March as Problem Gambling Awareness Month.

- KRGC updated its website and it was live.
- KRGC's financial report of expenditures now have a fund balance added as requested by the Commission at January's meeting.
- January 2014 compared to January 2013 had one extra pay period in it.
- Mr. Petersen-Klein announced that the next commission meeting will be held on March 14, 2014.

DIRECTION TO PAY
KANSAS GREYHOUND
ASSOCIATION (KGA)

Vice-Chairman McKinney stated that he has no problem with advancing the Kansas Greyhound Association (KGA) with \$3,000 and getting expenditure documentation at a later date. Staff was directed to pay KGA \$3,000 by unanimous consent from funds held under dual control.

MOTION, EXECUTIVE
SESSIONS:
(I.)

Vice-Chairman McKinney moved that the commission go into executive session for the purpose of (1) personnel (tribal gaming). Those included in the executive sessions were the commissioners, executive director, general counsel and the Kansas State Gaming Agency Executive Director, Mark Dodd. The total time for the executive session was anticipated to be 20 minutes, from 10:45 a.m. until 11:05 a.m. 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. Commissioner Moses (King) made a motion to adjourn to executive session. Motion passed unanimously. Adjourned to executive session at 10:45 a.m.

RECONVENE:

The commission meeting reconvened at 11:45 a.m. with all members present as previously noted. Commissioner Moses (King) moved to approve two new unclassified positions for the Kansas State Gaming Agency - a Director of Human Resources and an Investigator. Funding will be provided by the tribal casinos. Motion passed unanimously.

EXECUTIVE SESSIONS:
(I.)

Vice-Chairman McKinney moved that the commission go into executive session for the purpose of (1) attorney/client privilege and (2) reviewing the list of confidential backgrounds for licensing. Those included in the executive sessions were the commissioners, executive director, general counsel and director of security. The total time for the executive sessions was anticipated to be one hour, from 11:05 a.m. until 12:15 p.m., preceded by a ten minute break. 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. Commissioner King (Moses) made a motion to adjourn to executive session. Motion passed unanimously. Adjourned to executive session at 11:05 a.m.

RECONVENE:

The commission meeting was back in open session at 12:15 p.m. with all members present.

MOTION TO DENY,
CONDITIONALLY
APPROVE, TABLE AND
TO APPROVE LICENSE
APPLICATIONS
(J.)

Commissioner King (Moses) moved to *deny* two applications, *conditionally approve* two applications, *table* two applications for thirty days, and *approve* the remaining 106 license applications from the February 21, 2014 list of background reports referred to the commission for action. Motion passed unanimously.

ADJOURN:
(K.)

Commissioner Moses (King) moved to adjourn the meeting. Motion passed unanimously. The commission meeting adjourned at 12:18 p.m.

SUBMITTED BY:

(Signature on file)
R. Eileen King
Secretary

APPROVED BY:

(Signature on file)
Dennis McKinney
Vice-Chair

Recommended for Approval					
	Manufacturer	File Number	ID Number	Version	Game Name
1	ARISTOCRAT	MO-22-ARI-14-02	1.01-62342	GEN7WS	There's the Gold
2	ARISTOCRAT	MO-22-ARI-14-02	1.01-62342	GEN7WS	There's the Gold
3	ARISTOCRAT	MO-22-ARI-14-03	1.01-62341	GEN7WS	Stack of Gold
4	ARISTOCRAT	MO-22-ARI-14-03	1.01-62341	GEN7WS	Stack of Gold
5	ARISTOCRAT	MO-73-ARI-14-03	1.02-62338	GEN7/WS	Jester'S Fortune
6	ARISTOCRAT	MO-73-ARI-14-03	1.02-62338	GEN7/WS	Jester'S Fortune
7	ARISTOCRAT	SY-73-ARI-13-07	SpeedMediaAdministrator.exe	11.10.7602.128	N/A
8	ARISTOCRAT	SY-73-ARI-13-07	SIII 2.4.26.1_NK.nb02.4.17_smd.S3DA	2.4.26.1	N/A
9	ARISTOCRAT	SY-73-ARI-13-07	NK.nbo 2.4.17_smd.S3DA	2.4.17	N/A
10	ARISTOCRAT	SY-73-ARI-13-07	Sentinel3.exe	2.4.26.1	N/A
11	ARISTOCRAT	SY-73-ARI-13-07	nCompass1.9.3.2_1.14.2_to_1.11.2.84_1.15.2.S3DA	1.11.2.84	N/A
12	ARISTOCRAT	SY-73-ARI-13-07	SpeedMediaCache.exe	11.10.7602.128	N/A
13	ARISTOCRAT	SY-73-ARI-13-07	Super.exe	11.10.7601.122	N/A
14	ARISTOCRAT	SY-73-ARI-13-07	nCompass1.11.2.84_1.15.2_to_1.9.3.2_1.14.2.S3DA	1.11.2.84	N/A
15	ARISTOCRAT	SY-73-ARI-13-07	SIII 2.4.26.1_NK.nb02.4.17.S3DA	2.4.26.1	N/A
16	ARISTOCRAT	SY-73-ARI-13-07	nCLite1.11.2.84_1.4.5_to_1.9.3.2_1.2.8.S3DA	1.11.2.84	N/A
17	ARISTOCRAT	SY-73-ARI-13-07	nk.nb0	2.4.17	N/A
18	ARISTOCRAT	SY-73-ARI-13-07	SIII 2.4.26.1.S3DA	2.4.26.1	N/A
19	ARISTOCRAT	SY-73-ARI-13-07	SpeedMediaMidTier.exe	11.10.7602.128	N/A
20	ARISTOCRAT	SY-73-ARI-13-07	nCLite1.11.2.84_OS1.4.5.img	1.4.5	N/A
21	ARISTOCRAT	SY-73-ARI-13-07	nCLite1.9.3.2_1.2.8_to_1.11.2.84_1.4.5.S3DA	1.11.2.84	N/A
24	ARISTOCRAT	SY-73-ARI-13-07	nCompass1.11.2.84_OS1.15.2.img	1.15.2	N/A
25	ARISTOCRAT	SY-73-ARI-13-07	Sentinel.exe	1.11.2.84	N/A
26	ARISTOCRAT	SY-73-ARI-13-07	Sentinel.exe	1.11.2.84	N/A
27	ARISTOCRAT	SY-73-ARI-13-07	userdll_rev2.dll	1.0.2.0	N/A
28	BALLY	MO-73-BAL-13-188	BAL_236185B	BAL_236185B	CONTROL LOGIC
28	BALLY	MO-73-BAL-13-173	BAL_236186A	BAL_236186A	COMMON ART
29	BALLY	MO-73-BAL-13-173	BAL_236187A	BAL_236187A	LANGUAGE PACKAGE
30	BALLY	MO-73-BAL-13-189	BAL_237700A	BAL_237700A	CONTROL LOGIC
32	BALLY	MO-73-BAL-13-189	BAL_237701A	BAL_237701A	QUICK HIT WILD BLUE FREE GAMES FEVER -
33	BALLY	MO-73-BAL-13-189	BAL_237703A	BAL_237703A	QUICK HIT WILD BLUE FREE GAMES FEVER -
34	BALLY	MO-73-BAL-13-67	HARDWARE	SCNM6607N	MEI EASITRAX BILL ACCEPTOR
35	BALLY	MO-73-BAL-14-14	301664C	C	SORCERER'S GOLD
36	BALLY	MO-73-BAL-14-14	301664C	301664C	SORCERER'S GOLD
37	BALLY	MO-73-BAL-14-14	301664C	link_301664C	SORCERER'S GOLD
38	BALLY	MO-73-BAL-14-17	AXDUOABZL020A06	6	ACTIVE COLOR BEZEL FIRMWARE
39	IGT	MO-132-IGT-14-01	GT014-002-03401-09	AVP INSTALL	TYPE 34 - Hot Roll Bonus
40	IGT	MO-132-IGT-14-01	TYPE014-002-03401-09	AVP TYPE PACKAGE	TYPE 34 - Hot Roll Bonus
41	IGT	MO-22-IGT-14-05	GT014-002-03401-09.V02	AVP SBX / INSTALL	TYPE 34 - Hot Roll Bonus
42	IGT	MO-22-IGT-11-211	GI014-005J1E-E001	AVP INSTALL	Four Great Chinese Beauties
43	IGT	MO-22-IGT-11-211	GAME014-005J1E-E01	AVP GAME PACKAGE	Four Great Chinese Beauties
44	IGT	MO-22-IGT-11-211	GI014-005J1E-E001.V02	AVP INSTALL	Four Great Chinese Beauties
46	IGT	MO-22-IGT-13-154	HARDWARE	96499813	N/A
47	IGT	MO-22-IGT-13-257	IBRF-30-006 BOOT 1	N/A	IGT BOOT RELEASE FOR SALE FOR 3.0 HARDWA
48	IGT	MO-22-IGT-13-257	UCDIAG0000102	N/A	UC SERIES 3 DIAGNOSTIC SWAT
49	IGT	MO-22-IGT-13-257	IBRF-30-006 BOOT 2	N/A	IGT BOOT RELEASE FOR SALE FOR 3.0 HARDWA
50	IGT	MO-22-IGT-13-296	DIAGNOSTIC-014-20	N/A	N/A
51	IGT	MO-22-IGT-13-60	UCG0051A1	Phantom of the Opera	Phantom of the Opera
52	IGT	MO-22-IGT-14-12	AIO20000A0002	ASCENT INSTALL	ASCENT 2.0 AIO20000A0002 A SERIES DOMESTIC
53	IGT	MO-22-IGT-14-12	ASCDIAG0000102	N/A	ASCENT 2.0 DIAGNOSTIC
54	IGT	MO-22-IGT-14-12	ASCENT020000A0002	N/A	ASCENT 2.0 A SERIES DOMESTIC WITH AI
55	IGT	MO-22-IGT-14-12	OIO200000102	ASCENT INSTALL	ASCENT WINDOWS O/S OIO200000102
56	IGT	MO-22-IGT-14-12	OS0200000102	N/A	WINDOWS OPERATING SYSTEM PHASE 2.5
57	IGT	MO-22-IGT-14-24	JIVUSA 028	2.11-28	JCM I-VIZION USB
58	IGT	MO-286-IGT-14-01	GAME014-002LD2-C11	AVP GAME PACKAGE	PHANTOM OF THE OPERA
59	IGT	MO-286-IGT-14-01	GI014-002LD2-C011	AVP INSTALL	PHANTOM OF THE OPERA
61	IGT	MO-286-IGT-14-01	GI014-002LD2-C011.V02	AVP INSTALL	PHANTOM OF THE OPERA
62	IGT	MO-286-IGT-14-05	GAME014-005LL5-M03	AVP GAME PACKAGE	MAGIC ORCHID
63	IGT	MO-286-IGT-14-05	GI014-005LL5-M003	AVP INSTALL	MAGIC ORCHID
64	IGT	MO-286-IGT-14-05	GI014-005LL5-M003.V02	AVP INSTALL	MAGIC ORCHID
65	IGT	MO-286-IGT-14-06	GAME014-005RJ5-M03	AVP GAME PACKAGE	HOUSE OF JEWELS
66	IGT	MO-286-IGT-14-06	GI014-005RJ5-M003	AVP INSTALL	HOUSE OF JEWELS
67	IGT	MO-286-IGT-14-06	GI014-005RJ5-M003.V02	AVP INSTALL	HOUSE OF JEWELS
68	IGT	MO-286-IGT-14-07	GAME014-005SJ8-B03	AVP GAME PACKAGE	VINTAGE LOVE
69	IGT	MO-286-IGT-14-07	GI014-005SJ8-B003	AVP INSTALL	VINTAGE LOVE
70	IGT	MO-286-IGT-14-07	GI014-005SJ8-B003.V02	AVP INSTALL	VINTAGE LOVE
71	IGT	MO-286-IGT-14-08	GAME014-005RK9-B03	AVP GAME PACKAGE	WILD BEAR PAWS 50 LINE
72	IGT	MO-286-IGT-14-08	GI014-005RK9-B003	AVP INSTALL	WILD BEAR PAWS 50 LINE

73	IGT	MO-286-IGT-14-08	GI014-005RK9-B003.V02	AVP INSTALL	WILD BEAR PAWS 50 LINE
74	IGT	MO-286-IGT-14-09	GAME014-002RN6-M03	AVP GAME PACKAGE	RAPID PROGRESSIVE SHADOW OF THE PANTHER
76	IGT	MO-286-IGT-14-09	GI014-002RN6-M003	AVP INSTALL	RAPID PROGRESSIVE SHADOW OF THE PANTHER
77	IGT	MO-286-IGT-14-09	GI014-002RN6-M003.V02	AVP INSTALL	RAPID PROGRESSIVE SHADOW OF THE PANTHER
78	IGT	MO-286-IGT-14-10	GAME014-005SC4-B03	AVP GAME PACKAGE	CAT PAWS
79	IGT	MO-286-IGT-14-10	GI014-005SC4-B003	AVP INSTALL	CAT PAWS
80	IGT	MO-286-IGT-14-10	GI014-005SC4-B003.V02	AVP INSTALL	CAT PAWS
81	IGT	MO-394-IGT-13-80	GAME014-001NJ2-D04	AVP GAME PACKAGE	AVP POKER 1.1 TOURN MGR
82	IGT	MO-394-IGT-13-80	GI014-001NJ2-D004	AVP INSTALL	AVP POKER 1.1 TOURN MGR
83	KONAMI GAMING INC.	MO-132-KON-13-33	KGI_L507MLA008WD00	GAME PROGRAM	China Shores
84	KONAMI GAMING INC.	MO-73-KON-13-177	KGI_LWPGCMV043WD07	GAME COMMON	N/A
85	SHFL Entertainment, Inc.	LO-286-SHU-14-01	TABLE GAME ANALYSIS	ONE FOR THE MONEY	ONE FOR THE MONEY
86	SHFL Entertainment, Inc.	MO-73-SHU-13-11	Deck_Mate_2_NXP_1.0.125_setup.enc1	1.0.125	N/A
87	SHFL Entertainment, Inc.	MO-73-SHU-13-11	Deck_Mate_2_NXP_1.0.125.bin	1.0.125	N/A
88	WMS	MO-22-WMS-13-128	SABF-000-1000	1000 H19.001	ROLL 7 PROGRESSIVE
89	WMS	MO-22-WMS-14-02	DAD0-000-1010D0	1010 H19.001	HAUNTING BEAUTY
91	WMS	MO-22-WMS-14-03	SABE-000-1010	1010 H19.020	WHEEL HOT 777
92	WMS	MO-22-WMS-14-05	DB5C-000-1000D6	1000 H13.33	SWISS CHALET
93	WMS	MO-22-WMS-14-06	NSOS-000-4011	4011 H19.021	OPERATING SYSTEM
94	WMS	MO-22-WMS-14-07	HARDWARE	1437227	BLADE STEPPER HARDWARE KIT
95	WMS	MO-77-WMS-13-04	S9B1-000-1000C9	1000 H13.37	Multi-Game Game Chest 2

Recommend for Revocation							
	<u>Manufacturer</u>	<u>File Number</u>	<u>ID Number</u>	<u>Version</u>	<u>Game Name</u>	<u>Replace With</u>	<u>Remove/ Replace by:</u>
1	BALLY	MO-73-BAL-12-115	301664B	B	SORCERER'S GOLD	301664C	03/13/2014
2	BALLY	MO-73-BAL-12-115	301664B	301664B	SORCERER'S GOLD	301664C	03/13/2014
3	BALLY	MO-73-BAL-12-115	301664B	link_301664B	SORCERER'S GOLD	301664C	03/13/2014
4	IGT	MO-22-IGT-11-159	TYPE014-002-03401-03	AVP TYPE PACKAGE	Hot Roll	TYPE014-002-03401-09	03/13/2014
5	IGT	MO-22-IGT-11-159	GT014-002-03401-03.V	AVP INSTALL	Hot Roll	GT014-002-03401-09.V	03/13/2014
6	IGT	MO-22-IGT-11-159	GT014-002-03401-03	AVP INSTALL	Hot Roll	GT014-002-03401-09	03/13/2014
7	KONAMI GAMING INC.	MO-394-KON-13-02	KGI_LWPGCMV037WD07	GAME COMMON	N/A	KGI_LWPGCMV043WD07	03/13/2014

Boot Hill Casino Internal Control Amendments

March 14, 2014

<u>Item #/ (Description)</u>	<u>Regulation Waiver?</u>	<u>Regulation/IC Reference</u>	<u>Staff Recommendation</u>
BH334 – Table Games, Select Aspects	No	KAR 112-108-2, 4, 6, 20, 21, 23, 41/ IC 200.00, IC 220.00	Approval
BH338 – Organizational Chart/Job Descriptions	No	KAR 112-104-2/ IC 700.000.00	Approval
BH343 – BHCR Internship Program	No	KAR 112-104-2/ IC 170.010.03 through .05	Approval
BH349 – Emergency Access, Automated Key Box	No	KAR 112-104-34/ IC 140.010.00	Approval
BH350 – EGM Bill Testing and Ticket Testing	No	KAR 112-107-18/ IC 170.150.00	Approval

Kansas Star Casino Internal Control Amendments

March 14, 2014

<u>Item #/ (Description)</u>	<u>Regulation Waiver?</u>	<u>Regulation/IC Reference</u>	<u>Staff Recommendation</u>
KS119 - Surveillance Monitoring of Jackpots	Yes	112-106-6(c)(12), IC Surveillance Section 6 (2) (l), IC Slots Section 7 (A) (4) (h) & (A) (19)	Approval
KS153 – Internal Audit Position Title Change	Yes	112-104-2 (b) (2) (A); IC Admin Sections 2, 2a, 3, 9 and 9a	Approval

BOOTHILL CASINO & RESORT
REPORT PRESENTED TO
THE KANSAS RACING AND GAMING COMMISSION
MARCH 4, 2014

BY: SHARON STROBURG

- 1) For the month of February 2014, BHCR experienced an increase of just over 1% over prior month and 1.91% over February 2013. This is contributed to both an increase in slot hold and some ongoing marketing initiatives.

BOOT HILL CASINO & RESORT

Lottery Gaming Facility Revenue-Unaudited*

	February 2014	February 2013	Fiscal YTD 2014	Fiscal YTD 2013
Electronic gaming machines	2,938,293.12	2,825,576.25	22,742,874.77	23,776,914.79
Table games	360,447.50	411,485.00	3,230,523.00	4,204,544.00
Other #	<u>133.83</u>	<u>-</u>	<u>8,072.91</u>	<u>10,128.59</u>
Total Lottery Gaming Facility Revenue	<u><u>3,298,874.45</u></u>	<u><u>3,237,061.25</u></u>	<u><u>25,981,470.68</u></u>	<u><u>27,991,587.38</u></u>
State Share 22%	725,752.38	712,153.48	5,715,923.55	6,158,149.22
Local Share 3%	98,966.23	97,111.84	779,444.12	839,747.62
Problem Gambling Share 2%	65,977.49	64,741.23	519,629.41	559,831.75
Casino Share 73%	2,408,178.35	2,363,054.71	18,966,473.60	20,433,858.79

****Unaudited-as reported by the Kansas Lottery Central Computer system.***

#Other sweeps, principally lost and found funds.

KANSAS STAR CASINO
REPORT PRESENTED TO
THE KANSAS RACING AND GAMING COMMISSION
March 14, 2014

BY: SCOTT COOPER – GERNERAL MANAGER

Operational Notes

- February admissions down 19% from February 2013.
- Ongoing design work continues for the proposed convention/meeting facility. Ground breaking scheduled for mid-April

Upcoming Arena Events

- Circus, March 14th – 16th
- Bellator, March 21st
- Ron White, April 4
- Asian Show, April 19th

February Revenue #'s

- Total Gaming Revenue down 5% from February 2013.
- Slot Coin-In (Handle) down 10% from February 2013.
- Slot hold slightly higher from February 2013.
- Table Game drop down 12% from February 2013.
- Table Game hold down 4.3% from February 2013.
- Poker Room revenue down 18% from February 2013.

KANSAS STAR CASINO & RESORT

Lottery Gaming Facility Revenue-Unaudited*

	February 2014	February 2013	Fiscal YTD 2014	Fiscal YTD 2013
Electronic gaming machines	12,668,014.03	14,114,708.40	102,138,016.44	105,488,739.74
Table games	2,127,799.25	2,882,090.40	18,010,343.25	18,215,621.49
Other #	<u>322.69</u>	<u>-</u>	<u>13,538.53</u>	<u>11,169.37</u>
Total Lottery Gaming Facility Revenue	<u>14,796,135.97</u>	<u>16,996,798.80</u>	<u>120,161,898.22</u>	<u>123,715,530.60</u>
State Share 22% (Tier 1)**	3,255,149.91	3,739,295.74	26,435,617.61	27,217,416.73
State Share 2% marginal (Tier 2)**	-	-	255,027.09	63,998.26
Local Share 3%	443,884.08	509,903.96	3,604,856.95	3,711,465.92
Problem Gambling Share 2%	295,922.72	339,935.98	2,403,237.96	2,474,310.61
Casino Share	10,801,179.26	12,407,663.12	87,463,158.61	90,248,339.08

****Unaudited-as reported by the Kansas Lottery Central Computer system.***

#Other sweeps, principally lost and found funds.

*****During both calendar years 2012 and 2013, Kansas Star's revenue exceeded the tax Tier 1 as stated in their contract. The Tier 2 tax rate was applied to the revenue above Tier 1.***

HOLLYWOOD CASINO AT KANSAS SPEEDWAY
REPORT PRESENTED TO
THE KANSAS RACING AND GAMING COMMISSION
MARCH, 2014

BY: BOB SHELDON – VICE PRESIDENT & GENERAL MANAGER

Total Gaming Revenue for February 2014 was \$10.9 MM which was \$485K, or 4.7%, greater than February 2013.

Slot Revenue was \$9.3 MM which was an increase of \$605K or almost 6.9% over the prior year.

Table Games Revenue was \$1.5 MM, which was down \$119 K or 7.3% compared to prior year. While the volume in table games business was almost flat vs. last year, our hold percentage was down somewhat from last year due to some good luck for the players, which is the main reason for the decline in Table Games revenue this month.

Our weekly marketing efforts remained consistent in February. In addition, February also saw the culmination of our Marquee Millionaire Promotion on February 14th. Once again weather adversely impacted the month affecting both revenue and patron count.

HOLLYWOOD CASINO & RESORT

Lottery Gaming Facility Revenue-Unaudited*

	February 2014	February 2013	Fiscal YTD 2014	Fiscal YTD 2013
Electronic gaming machines	9,390,447.73	8,786,353.24	73,535,533.45	65,879,976.11
Table games	1,518,209.69	1,637,378.47	13,397,125.22	14,052,434.39
Other #	-	-	9,198.20	-
Total Lottery Gaming Facility Revenue	<u>10,908,657.42</u>	<u>10,423,731.71</u>	<u>86,941,856.87</u>	<u>79,932,410.50</u>
State Share 22%	2,399,904.63	2,293,220.98	19,127,208.51	17,585,130.31
Local Share 3%	327,259.72	312,711.95	2,608,255.71	2,397,972.32
Problem Gambling Share 2%	218,173.15	208,474.63	1,738,837.14	1,598,648.21
Casino Share 73%	7,963,319.92	7,609,324.15	63,467,555.52	58,350,659.67

****Unaudited-as reported by the Kansas Lottery Central Computer system.***

#Other sweeps, principally lost and found funds.



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 14, 2014

AGENDA ITEM: Semi-annual Report of Inspections and Investigations of Bingo Operations

PRESENTER: Patsy Congrove, Director of Charitable Bingo

ISSUE SUMMARY: Kansas statute KSA 79-4715 requires the director of Alcoholic Beverage Control to submit semi-annual activity reports to the Commission concerning inspections and investigations of bingo operations in Kansas.

COMMISSION ACTION REQUIRED/REQUESTED: No action needed.

STAFF RECOMMENDATIONS: No action needed.

SEMI-ANNUAL REPORT OF BINGO ADMINISTRATION TO THE
RACING AND GAMING COMMISSION.

Prepared by Patsy Congrove, Administrator of Charitable Gaming

07/01/13 to 12/30/13

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

There were twenty-five on site visits and four telephone interviews conducted between July and December 2013. Of those reviews there were:

*Two educational visits *one follow-up visit *two investigating complaints

All other visits conducted by agents were routine.

Compliance violations during this time period include:

- K.S.A. 79-4705 (a) On dates prescribed by the administrator every operator shall make a return to the administrator upon forms prescribed by the administrator.
*There were ten violations issued for failure to file reports on time.
Fines were paid by organizations.*

- K.S.A. 79-4706 (u) Every license who has gross receipts of \$1,000 or more from participation in games shall maintain a bingo trust bank account into which all such receipts are deposited daily.
Organization was not making deposits within the required time limit. A fine was issued and paid.

- K.S.A. 79-4703 (d) Each license issued shall expire at midnight on June 30 following its date issuance. The license shall display the license in a prominent place in the vicinity of the area where it is to conduct bingo.
*Four violations were issued for playing without a current license posted.
Fines were paid.*

As a footnote: The bingo database is operational and training has been conducted for licensed distributors. There is a ninety nine percent on line filing from this group of licensee's.



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STAFF AGENDA MEMORANDUM

DATE OF MEETING: March 14, 2014

AGENDA ITEM: Casino Mobile Gaming Test Report

PRESENTER: Electronic Security Executive Session
Dennis Bachman, Director IT & Electronic Security

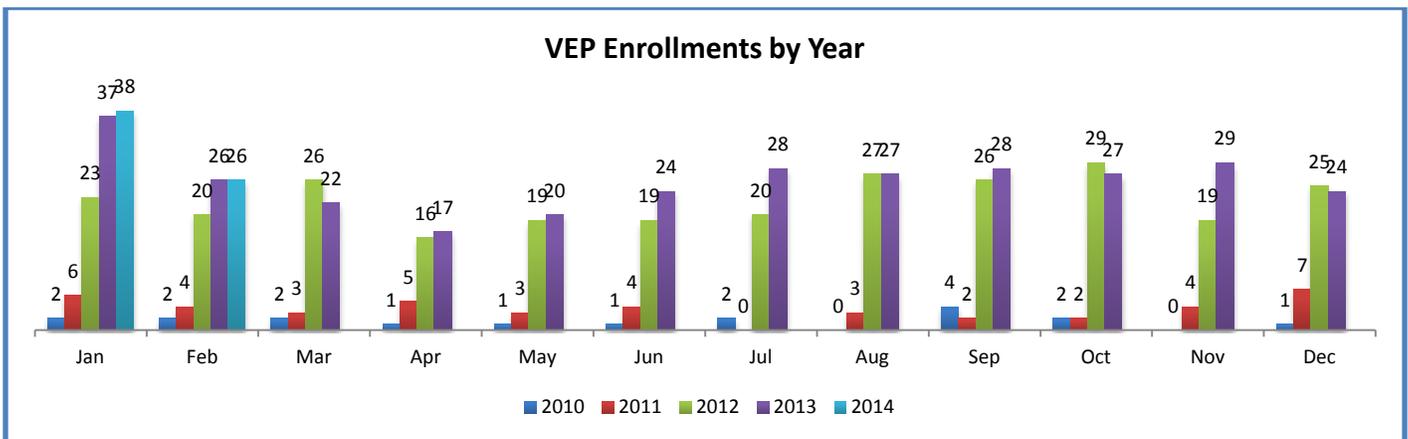
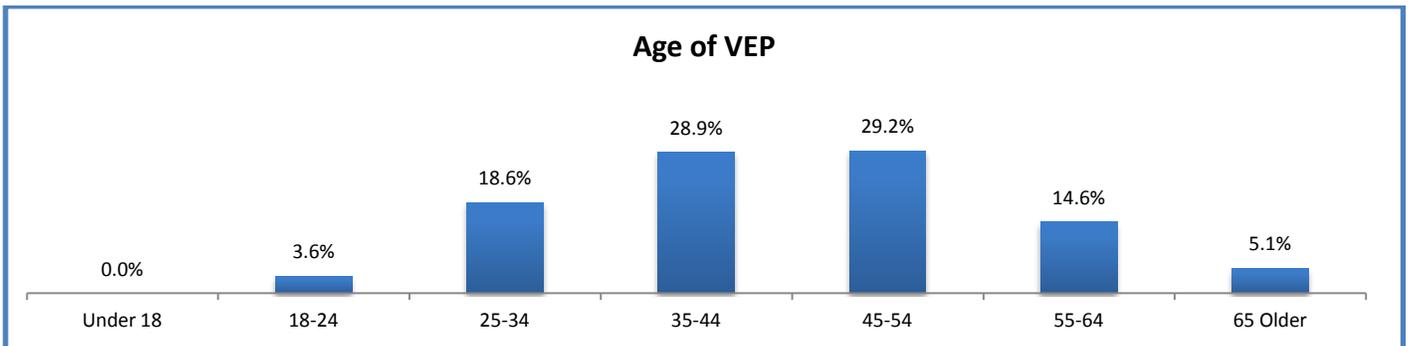
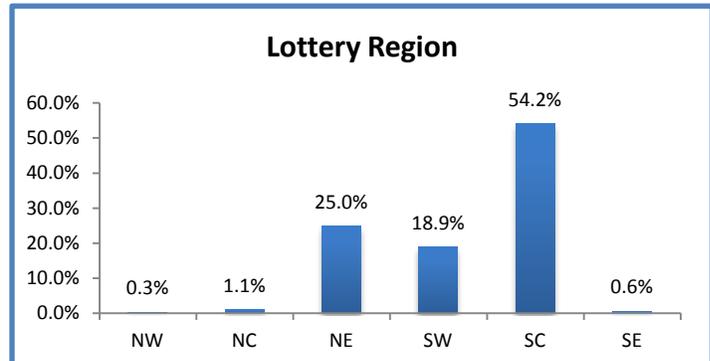
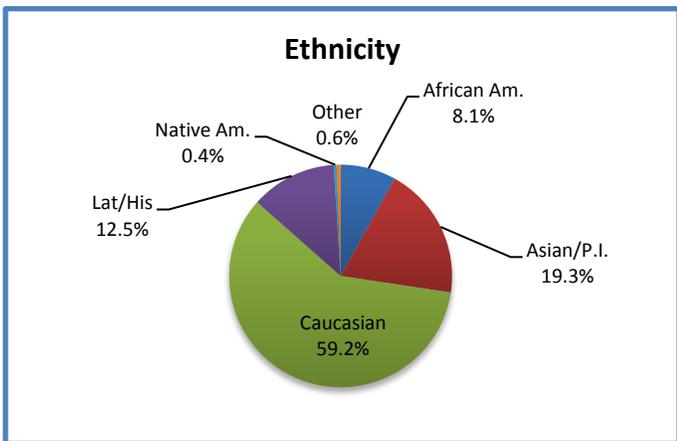
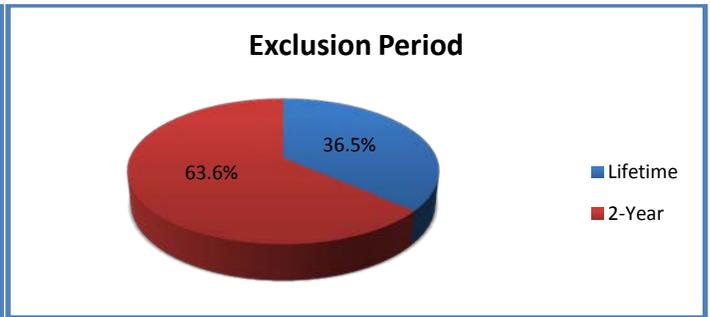
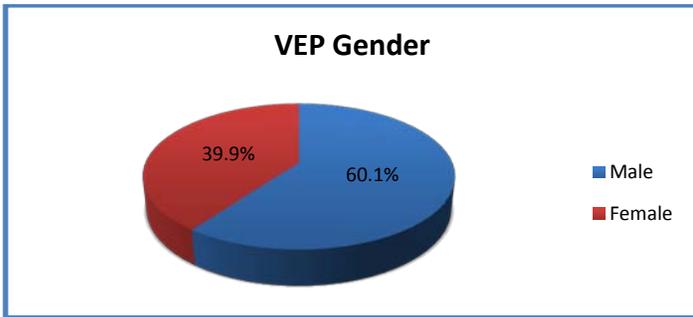
ISSUE SUMMARY: Pursuant to K.A.R. 112-104-25 all information technology changes for in-house developed systems shall be tested and documented before implementation. Testing is conducted in compliance with K.A.R. 112-107-2 and -107-3, which in this case involved a trial testing period to assess the functioning of a live gaming environment under the direction and supervision of the KRGC electronic security staff. One of the conditions of testing included the development of product-specific accounting and internal controls that are identified as internal control amendment HW51. Commission approval of the test report and related internal control amendment requires a discussion in executive session related to electronic security matters in the testing report, and proprietary operating procedures and controls of a lottery gaming facility manager.

COMMISSION ACTION REQUIRED/REQUESTED: Commission decision regarding approval/denial of casino mobile gaming system and related internal control amendment HW51.

STAFF RECOMMENDATIONS: Staff recommends approval of casino mobile gaming system and internal control amendment HW51.

Voluntary Exclusion Program January 2010 – February 2014

Voluntary Exclusions = 705
Violation Incidents = 45 (27 individuals)



All Departments		Cash Fund Balances as February 28, 2014															
DeptID	All	ELARF				Backgrounds				Illegal Gambling				Racing			
All Funds	All	Beg. Balance	2,959,400			Beg. Balance	479,075			Beg. Balance	3,800			Beg. Balance	87,452		
		Revenue	3,533,031			Revenue	166,665			Revenue	5,678			Revenue	905		
		Expenses	3,237,013			Expenses	261,768			Expenses	2,941			Expenses	7,373		
		End Balance	3,255,418			End Balance	383,972			End Balance	6,537			End Balance	80,985		
Fund		Grand Total															
BudgetUnit		All Funding Sources															
		YTD FY2013	YTD FY2014	\$ VARIANCE	% VARIANCE	February	February	\$ VARIANCE	% VARIANCE	YTD FY2014	YTD FY2014	\$ VARIANCE	% VARIANCE				
		ACTUALS	ACTUALS			ACTUALS	ACTUALS			BUDGET	ACTUALS						
51000	Payroll	3,110,868	2,985,670	-125,198	-4%	340,712	316,860	-23,853	-7%	3,187,593	2,985,670	-201,923	-6%				
10	Shrinkage	0	0	0	-	0	0	0	-	-63,808	0	63,808	-100%				
Net Salaries and Wages		3,110,868	2,985,670	-125,198	-4%	340,712	316,860	-23,853	-7%	3,123,785	2,985,670	-138,115	-4%				
52000	Communication	41,521	45,642	4,121	10%	15,009	7,469	-7,540	-50%	49,863	45,642	-4,221	-8%				
52100	Freight and Express	391	423	32	8%	194	57	-137	-71%	1,333	423	-910	-68%				
52200	Printing and Advertising	626	82	-544	-87%	0	0	0	-	2,400	82	-2,318	-97%				
52300	Rents	131,336	128,427	-2,909	-2%	5,041	10	-5,031	-100%	114,621	128,427	13,806	12%				
52400	Repair/Service/Mainten	38,362	17,748	-20,614	-54%	1,875	1,215	-660	-35%	42,803	17,748	-25,056	-59%				
52510	InState Travel and Subsistence	41,914	36,113	-5,801	-14%	3,362	1,561	-1,800	-54%	63,229	36,113	-27,116	-43%				
52520	Out of State Travel and Subs	31,050	41,917	10,866	35%	3,770	1,782	-1,988	-53%	42,427	41,917	-510	-1%				
52530	International Travel and Subs	0	12,383	12,383	-	0	0	0	-	0	12,383	12,383	0%				
52600	Fees-other Servies	171,455	169,970	-1,484	-1%	24,799	16,863	-7,936	-32%	193,387	169,970	-23,417	-12%				
52700	Fee-Professional Services	990	12,585	11,595	1171%	112	1,069	957	855%	24,800	12,585	-12,215	-49%				
52900	Other Contractual Services	3,235	3,192	-43	-1%	70	140	70	100%	9,629	3,192	-6,437	-67%				
Subtotal Contractual Services		460,879	468,480	7,602	2%	54,232	30,167	-24,066	-44%	544,492	468,480	-76,012	-14%				
53100	Fee and Forage	0	0	0	-	0	0	0	-	0	0	0	0%				
53200	Food for Human Consumption	0	0	0	-	0	0	0	-	467	0	-467	-100%				
53400	Maint Constr Material Supply	430	378	-52	-12%	201	0	-201	-100%	1,673	378	-1,295	-77%				
53500	Vehicle Part Supply Accessory	5,845	7,048	1,203	21%	26	648	623	2443%	16,533	7,048	-9,485	-57%				
53600	Pro Science Supply Material	4,506	2,275	-2,231	-50%	0	0	0	-	13,200	2,275	-10,925	-83%				
53700	Office and Data Supplies	19,844	19,009	-835	-4%	4,386	89	-4,297	-98%	42,267	19,009	-23,258	-55%				
53900	Other Supplies and Materials	6,500	5,774	-727	-11%	57	26	-31	-55%	2,933	5,774	2,840	97%				
Subtotal Commodities		37,126	34,485	-2,641	-7%	4,669	763	-3,907	-84%	77,073	34,485	-42,589	-55%				
54000	TOTAL Capital Outlay	50,506	15,694	-34,811	-69%	21,046	24	-21,022	-100%	65,281	15,694	-49,586	-76%				
55960	Vol Retirement Incentive	3,498	4,663	1,166	33%	0	583	583	-	4,663	4,663	0	0%				
56000	Debt Service - Principal	0	0	0	-	0	0	0	-	0	0	0	0%				
56100	Payments for Interest and Service	0	0	0	-	0	0	0	-	0	0	0	0%				
Subtotal VRIP and Debt Service		3,498	4,663	1,166	33%	0	583	583	0%	4,663	4,663	0	0%				
Grand Total		3,662,876	3,508,993	-153,883	-4%	420,660	348,396	-72,264	-17%	3,815,295	3,508,993	-306,302	-8%				

March 2014 - February 2015

Kansas Racing and Gaming Commission Planner

Mar 2014						
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
14 Commission Meeting

Sep 2014						
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

11 Commission Meeting

MAY

16 Commission Meeting

Apr 2014						
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			

JUNE

13 Commission Meeting

JULY

11 Commission Meeting

Oct 2014						
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

15 Commission Meeting

SEPTEMBER

12 Commission Meeting

May 2014						
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

17 Commission Meeting

Nov 2014						
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						

NOVEMBER

14 Commission Meeting

DECEMBER

12 Commission Meeting

Jun 2014						
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					

JANUARY

16 Commission Meeting

Dec 2014						
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			

FEBRUARY

13 Commission Meeting

Jul 2014						
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		

Jan 2015						
S	M	T	W	T	F	S
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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

Aug 2014						
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 2015						
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