

AMENDED AGENDA
(**AMENDED ITEMS IN BOLD**)
KANSAS RACING AND GAMING COMMISSION
10:00 a.m., Friday, August 15, 2014

EAST TOWER CONFERENCE ROOM
Dwight D. Eisenhower State Office Building
700 SW Harrison, Suite 410
Topeka, KS 66603

A. CALL TO ORDER

B. APPROVAL OF AGENDA

C. APPROVAL OF MINUTES

1. [Minutes of July 17, 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 August 2014](#)**
2. Internal control amendment approvals
 - a. [Boot Hill Casino & Resort internal control amendment approvals](#)
 - b. [Kansas Star Casino internal control amendment approvals](#)
3. Disciplinary Review Board Settlements
 - a. [Staff Memo](#)

E. LOTTERY GAMING FACILITY REPORTS/ITEMS

1. Boot Hill Casino and Resort
 - a. [Monthly Report](#)
 - b. [July 2014 Gaming Revenue Report](#)
 - c. [Semi-annual Responsible Gambling Report](#)
2. Kansas Star Casino
 - a. [Monthly Report](#)
 - b. [July 2014 Gaming Revenue Report](#)

- c. [Semi-annual Responsible Gambling Report](#)
- 3. Hollywood Casino at Kansas Speedway
 - a. [Monthly Report](#)
 - b. [July 2014 Gaming Revenue Report](#)
 - c. [Semi-annual Responsible Gambling Report](#)

F. COMMISSION ITEMS – OLD BUSINESS

- 1. Education and Experience Qualifications
 - Commission Action:* Commission Review, Discussion and Approval
 - Staff Presentation:* Richard Petersen-Klein, Executive Director
 - Staff Recommendation:* Approval
 - a. [Staff Memo](#)
 - b. [Facility Managers' Response](#)
 - c. [K.A.R. 112-104-2\(a\) – Revised](#)

G. COMMISSION ITEMS – NEW BUSINESS

NONE

H. PUBLIC COMMENTS

I. STAFF REPORTS

- 1. Executive Director
 - a. [Voluntary Exclusion Report](#)
 - b. [KRGK Financial Report](#)

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 privilege
- 2. Discussion of confidential facility manager data under K.S.A. 74-8752(e)
- 3. Personnel
- 4. Background reports

K. OTHER BUSINESS/FURTHER COMMISSION ACTION

- 1. Consideration of proposed gaming licenses and renewals

L. ADJOURNMENT

KANSAS RACING AND GAMING COMMISSION

MINUTES – JULY 17, 2014

CALL TO ORDER:
(A.)

Chairman Timothy Shultz called the July 17, 2014, meeting to order at 1:00 p.m. at 700 SW Harrison, Auditorium B, Suite 460, Topeka, Kansas. Commissioners Dennis McKinney, R. Eileen King and David H. Moses were present. 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, Michelle Neis for recording secretary Chris Vega and other staff.

MOTION, APPROVE
AGENDA:
(B.)

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

MOTION, APPROVE
JUNE 20, 2014, MEETING
MINUTES:
(C.)

Commissioner King (Moses) moved to approve the minutes of the June 20, 2014 meeting. Motion passed unanimously.

MOTION, APPROVE
CONSENT AGENDA:
(D.)

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

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

Ryan Deutsch, Controller, reported:

- For the month of June 2014, Boot Hill Casino and Resort (BHCR) experienced a decrease in total gaming revenue of 6.27% from May 2014. A decrease in both EGM coin-in and table game drop contributed to the decrease in total gaming revenue.
- Total visitation was down due to the start of harvest for many farmers in southwest Kansas.
- Dodge City Days will take place July 25, 2014 through August 3, 2014.
- The Wild West Heritage Foundation's cattle drive will be August 2, 2014.
- BHCR will have a Dodge Ram truck giveaway on August 3, 2014.
- Commissioner McKinney inquired about how the junket trips

are going. Mr. Deutsch reported 300 to 500 patrons per month from junket services, but it will take a long time to build up volume from the junket business. In the future BHCR would like to do overnight trips.

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

Scott Cooper, General Manager, reported:

- June 2014 admissions were down fifteen percent from June 2013.
- Construction of the Kansas Star Casino convention/meeting space and adjacent equestrian building is on schedule for fourth quarter 2014 opening.
- The 150 room hotel expansion is scheduled to open by the end of July 2014.
- Steelwork for the conference space is in progress.
- Work on the southeast parking lot is complete.
- June revenue numbers compared to June 2013:
 - Total gaming revenue down ten percent.
 - Slot coin-in (handle) down twelve percent.
 - Slot hold up one percent.
 - Table game drop down twelve percent.
 - Table game hold up one percent.
 - Poker room revenue up six percent.
- Upcoming events at the Kansas Star Casino Arena are:
 - Pat Benatar/Rick Springfield concert (July 17th).
 - American Idol Live concert (August 2nd).

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

Bob Sheldon, General Manager, reported:

- June 2014 revenue numbers compared to June 2013:
 - Total gaming revenue was \$10.4 million, down \$302,000, or 2.8 percent.
 - Table games revenue was \$1.4 million, down \$376,000, or 21.2 percent. This variance was due primarily to a large swing in hold percentage.
 - Slot revenue was \$9.0 million, up \$74,000, or 0.8 percent.
- The month of June is usually impacted in the early weeks by seasonality. There was one less Saturday in June 2014 than in June 2013.
- Marketing and promotional efforts in June 2014 were consistent with prior months.

- On Friday, June 20, 2014 Hollywood held the Grand Prize “Spring into Summer” drawing where one lucky winner walked away with \$15,000 in cash and nine other guests won other prizes of varying amounts.

COMMISSION ITEMS –
OLD BUSINESS;
(F.)

- There were no Commission items pertaining to old business to discuss.

COMMISSION ITEMS –
NEW BUSINESS;
(G.)

Mr. Petersen-Klein reported on staff out-of-state travel, licensing and illegal gambling.

PUBLIC COMMENTS:
(H.)

There were no public comments at this meeting.

STAFF REPORTS;
(I.)

Mr. Petersen-Klein, reported:

- The number of enrollees in the Voluntary Exclusion Program exceeded 800 as of June 2014. When looking at the numbers by month, there is a distinct reduction in the number of applicants since March when KDADS advertising of the “Know Your Limits” campaign ended.
- KRGC’s financial report compares favorably to prior year and prior months.
- The budget process begins in earnest starting in August. Since the budget process has gone to a two-year format, the KRGC will present a three year budget. One will be a revision of Fiscal Year End (FYE) 2015, which we are currently in, and two new ones, FYE’s 2016 and 2017, as part of the budget process. KRGC will also incorporate into that, the possibility of a new facility in the Southeast gaming zone. KRGC will budget for the Lottery Gaming Facility Review Board to select a lottery gaming facility manager and additional KRGC personnel to regulate a fourth gaming facility. The budget will be presented at the September 12, 2014 meeting. The budget is actually due to the Division of Budget by September 15, 2014.
- The Kansas Lottery opened the application process for the Southeast gaming zone on July 14, 2014 which initially closes December 19, 2014 but may be extended.
- The next Commission meeting will be held on Friday, August

15, 2014 at 10:00 a.m. The semi-annual responsible gambling reports from the operators of each casino and the semi-annual Bingo report from the Kansas Department of Revenue are expected to be addressed at that time.

MOTION, EXECUTIVE SESSIONS:

(J.)

Chairman Shultz 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 1:30 p.m. until 2:30 p.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 King (Moses) made a motion to adjourn to executive session. Motion passed unanimously. Adjourned to executive session at 1:30 p.m.

RECONVENE:

The commission meeting returned to open session at 2:30 p.m. with all members present.

MOTION TO DENY, CONDITIONALLY APPROVE, TABLE, AND APPROVE LICENSE APPLICATIONS

(K.)

Commissioner King (McKinney) moved to *deny* two applications, to *conditionally approve* four applications for sixty days and *approve* the remaining 257 license applications from the July 17, 2014 list of background reports referred to the commission for action. Motion passed unanimously.

ADJOURN:

(L.)

Commissioner King (Moses) moved to adjourn the meeting. Motion passed unanimously. The commission meeting adjourned at 2:34 p.m.

SUBMITTED BY:

(Signature on file)

R. Eileen King
Secretary

APPROVED BY:

(Signature on file)

Timothy A. Shultz

Chairman

DRAFT

Recommended for Approval

	Manufacturer	File Number	ID Number	Version	Game Name
1	ARISTOCRAT	MO-22-ARI-14-12	1.01-62467	GEN7WS	Immortal Dawn
2	ARISTOCRAT	MO-22-ARI-14-12	1.01-62467	GEN7WS	Immortal Dawn
3	Global Cash Access	MO-22-GAC-14-01	6NY370008323	3.70/3.23	MEI BILL VALIDATOR FIRMWARE
4	IGT	Cover Sheet - MO-10-IGT-10-11	GI014-001JA6-A005	AVP INSTALL	Wheel of Fortune Big Money MLP Standalone
5	IGT	Cover Sheet - MO-10-IGT-10-11	GAME014-001JA6-A05	AVP GAME PKG	Wheel of Fortune Big Money MLP Standalone
6	IGT	Cover Sheet - MO-10-IGT-10-11	CPF070B1	IPC	Wheel of Fortune Big Money MLP Standalone
7	IGT	Cover Sheet - MO-10-IGT-10-11	GI014-001JA6-A005.V02	AVP INSTALL	Server Based Wheel of Fortune Big Money MLP Standalone
8	IGT	Cover Sheet - MO-22-IGT-12-171	GC014-003LP3-F001	AVP INSTALL	Fast Hit Progressives Double Gold
9	IGT	Cover Sheet - MO-22-IGT-12-171	GCON014-003LP3-F01	AVP GAME PACKAGE	Fast Hit Progressives Double Gold
10	IGT	Cover Sheet - MO-22-IGT-12-171	UCG0021A1	AVP	Fast Hit Progressives
11	IGT	Cover Sheet - MO-22-IGT-12-173	GC014-003LP4-F001	AVP INSTALL	Fast Hit Progressives Triple Double Hot Peppers
12	IGT	Cover Sheet - MO-22-IGT-12-173	GCON014-003LP4-F01	AVP GAME PACKAGE	Fast Hit Progressives Triple Double Hot Peppers
13	IGT	Cover Sheet - MO-22-IGT-12-173	GC014-003LP4-F001	AVP INSTALL	Fast Hit Progressives Triple Double Hot Peppers
14	IGT	Cover Sheet - MO-22-IGT-12-173	GCON014-003LP4-F01	AVP GAME PACKAGE	Fast Hit Progressives Triple Double Hot Peppers
15	IGT	Cover Sheet - MO-22-IGT-12-175	GC014-003LP5-F001	AVP INSTALL	Fast Hit Progressives Triple Diamond MLP
16	IGT	Cover Sheet - MO-22-IGT-12-175	GCON014-003LP5-F01	AVP GAME PACKAGE	Fast Hit Progressives Triple Diamond MLP
17	IGT	Cover Sheet - MO-22-IGT-12-213	GT014-003-04001-02	AVP INSTALL	AVP Stepper Fast Hit Progressives
18	IGT	Cover Sheet - MO-22-IGT-12-213	TYPE014-003-04001-02	AVP TYPE PACKAGE	AVP Stepper Fast Hit Progressives
19	IGT	Cover Sheet - MO-31-IGT-10-28	SIGN1125	Wheel of Fortune Big	Wheel of Fortune Big
20	IGT	MO-22-IGT-13-164	FI014-MM-THM001-01	AVP INSTALL	N/A
21	IGT	MO-22-IGT-13-164	AF014-MM-THM001-01	AVP FEATURE PACKAGE	N/A
22	IGT	MO-22-IGT-13-177	UCCF00303	N/A	UC Series 3 Framework
23	IGT	MO-22-IGT-13-318	GAME014-002QD6-C01	AVP GAME PACKAGE	SEX AND THE CITY PLATINUM MULTIPLAY
24	IGT	MO-22-IGT-13-318	GI014-002QD6-C001	AVP INSTALL	SEX AND THE CITY PLATINUM MULTIPLAY
25	IGT	MO-22-IGT-13-318	GI014-002QD6-C001.V02	AVP INSTALL	SEX AND THE CITY PLATINUM MULTIPLAY
26	IGT	MO-22-IGT-13-318	UCG0062A1	N/A	SEX AND THE CITY PLATINUM SINGLE AND MULTI PLAY
27	IGT	MO-22-IGT-14-148	IBRF3000KSL07 BOOT1	N/A	FOR SALE 3.0 HARDWAR
28	IGT	MO-22-IGT-14-148	UCOS00307	N/A	UC SERIES 3.7 O/S
29	IGT	MO-22-IGT-14-148	UCCF00307		3 SC SERIES 3 FRAMEWOR
30	IGT	MO-22-IGT-14-148	IBRF3000KSL07 BOOT2	N/A	FOR SALE 3.0 HARDWAR
31	IGT	MO-22-IGT-14-170	GAME014-001W81-D07	AVP GAME PACKAGE	ULTIMATE X POKER
32	IGT	MO-22-IGT-14-170	GI014-001W81-D007	AVP INSTALL	ULTIMATE X POKER
33	IGT	MO-22-IGT-14-170	GI014-001W81-D007.V02	AVP INSTALL	ULTIMATE X POKER
34	IGT	MO-22-IGT-14-49	FEAT014-PC-129-0001	AVP GAME PACKAGE	SPIN POKER - PRE CONFIG FOR EZ SETUP
35	IGT	MO-22-IGT-14-49	FI014-PC-129-00001	AVP INSTALL	SPIN POKER - PRE CONFIG FOR EZ SETUP
36	IGT	MO-22-IGT-14-53	FEAT014-PC-GI9-0001	AVP GAME PACKAGE	DOUBLE SUPER TIMES PAY POKER - PRE CONFIG
37	IGT	MO-22-IGT-14-53	FI014-PC-GI9-00001	AVP INSTALL	DOUBLE SUPER TIMES PAY POKER - PRE CONFIG
38	IGT	MO-22-IGT-14-54	FEAT014-PC-A56-0001	AVP GAME PACKAGE	Spin Poker Deluxe - Pre Config
39	IGT	MO-22-IGT-14-54	FI014-PC-A56-00001	AVP INSTALL	Spin Poker Deluxe - Pre Config
40	IGT	MO-286-IGT-14-03	GAME014-002KY7-M05	AVP GAME PACKAGE	RAPID PROGRESSIVE WOLF RUN 2 INTO THE WILD
41	IGT	MO-286-IGT-14-03	GI014-002KY7-M005.V02	AVP INSTALL	RAPID PROGRESSIVE WOLF RUN 2 INTO THE WILD
42	IGT	MO-286-IGT-14-03	GI014-002KY7-M005	AVP INSTALL	RAPID PROGRESSIVE WOLF RUN 2 INTO THE WILD
43	IGT	MO-286-IGT-14-24	GAME014-002JY9-E04	AVP GAME PACKAGE	RAPID PROGRESSIVE WILD HORSES
44	IGT	MO-286-IGT-14-24	GI014-002JY9-E004	AVP INSTALL	RAPID PROGRESSIVE WILD HORSES
45	IGT	MO-286-IGT-14-24	GI014-002JY9-E004.V02	AVP INSTALL	RAPID PROGRESSIVE WILD HORSES
46	IGT	MO-286-IGT-14-46	GAME014-001GV1-C07	AVP GAME PACKAGE	MONEYCOMB
47	IGT	MO-286-IGT-14-46	GI014-001GV1-C007	AVP INSTALL	MONEYCOMB
48	IGT	MO-286-IGT-14-46	GI014-001GV1-C007.V02	AVP INSTALL	MONEYCOMB

Recommended for Approval

49	IGT	MO-286-IGT-14-50	GAME014-001GF3-M11	AVP GAME PACKAGE	GOLDEN GODDESS
50	IGT	MO-286-IGT-14-50	GI014-001GF3-M011	AVP INSTALL	GOLDEN GODDESS
51	IGT	MO-286-IGT-14-50	GI014-001GF3-M011.V02	AVP INSTALL	GOLDEN GODDESS
52	KONAMI GAMING INC.	MO-73-KON-14-139	TRVV103G12	GAME PROGRAM	Treasure Voyage
53	KONAMI GAMING INC.	MO-73-KON-14-139	TRVV103G12	GAME PROGRAM	Treasure Voyage
54	KONAMI GAMING INC.	MO-73-KON-14-139	TRVV103G12-CF	SOUND/GRAPHICS	Treasure Voyage
55	KONAMI GAMING INC.	MO-73-KON-14-143	WOWV101G12	GAME PROGRAM	Woodland Whisper
56	KONAMI GAMING INC.	MO-73-KON-14-143	WOWV101G12	GAME PROGRAM	Woodland Whisper
57	KONAMI GAMING INC.	MO-73-KON-14-143	WOWV101G12-CF	SOUND/GRAPHICS	Woodland Whisper
58	MULTIMEDIA GAMES	MO-129-MMG-14-05	6103	1.4.5-2x64	MFP_1.4.5-2x64
59	MULTIMEDIA GAMES	MO-129-MMG-14-05	6103	1.4.5-2x86	MFP_1.4.5-2x86
60	MULTIMEDIA GAMES	MO-129-MMG-14-05	5807	7.24 L105_C13	MFOS7.24 L105_C13/MFP_1.4.5-2x64
61	MULTIMEDIA GAMES	MO-286-MMG-13-04	5550	1.30x86_L80_C8	MFOS1.30x86_L80_C8
62	SPIELO	MO-286-SPE-14-01	Game.Zuma.Field.3.0.2.0.iso	3.0.2.0	ZUMA
63	SPIELO	MO-329-SPE-10-01	HARDWARE	2402450-01	N/A
64	SPIELO	MO-394-SPE-13-03	Platform.Core.Field.2.257.26.0.iso	2.257.26.0	Core Market
65	SPIELO	MO-394-SPE-13-03	PlatformCore.Market.Field.59.9.42.0.iso	59.9.42.0	Core Market
66	SPIELO	MO-394-SPE-13-03	Protocol.Protocols.Field.3.286.28.0.iso	3.286.28.0	Core Market
67	SPIELO	MO-73-SPE-12-30	OS.CFINIT.FIELD.2.0.80.0.iso	2.8	UMR
68	SPIELO	MO-73-SPE-12-30	OS.SYSTEM.FIELD.2.0.80.0.iso	2.0.80.0	UMR
69	SPIELO	MO-73-SPE-12-30	PlatformCore.Casino.CFinitGeneralCasino.59.9.25.0.iso	2.8	UMR
70	SPIELO	MO-73-SPE-13-38	OS.IEGD-10_1.FIELD.2.0.92.0.iso	2.0.92.0	Core Market
71	SPIELO	MO-73-SPE-13-38	OS.NVIDIA-GF8.FIELD.2.0.92.0.iso	2.0.92.0	Core Market
72	SPIELO	MO-73-SPE-13-38	OS.SYSTEM.FIELD.2.0.92.0.iso	2.0.92.0	Core Market
73	SPIELO	PA-73-SPE-12-01	HARDWARE	Top Box LED Controller Board	N/A
74	SPIELO	PA-73-SPE-12-01	HARDWARE	LCD32H0509	N/A
75	SPIELO	PA-73-SPE-12-01	MACHINE	MaXVusion	MaXVusion
76	SPIELO	PA-73-SPE-12-01	HARDWARE	1502137-01	N/A
77	SPIELO	PA-73-SPE-14-01	MACHINE	Axxis 3D/39	Axxis
78	SPIELO	PA-73-SPE-14-01	HARDWARE	SN650-1GD5-A1	N/A
79	SPIELO	PA-73-SPE-14-01	HARDWARE	SN210-512D3-C5	N/A
80	SPIELO	PA-73-SPE-14-01	HARDWARE	2402679-01	MOTHERBOARD
81	SPIELO	PA-73-SPE-14-01	HARDWARE	2402705-01	I/O Board
82	SPIELO	PA-73-SPE-14-01	HARDWARE	Touch Deck 200A	Digital Button Panel
83	SPIELO	PA-73-SPE-14-01	HARDWARE	2402702-01	Peripheral Board
84	SPIELO	PA-73-SPE-14-01	HARDWARE	ST-P1000PAA-24V	Power Supply
85	SPIELO	PA-73-SPE-14-01	HARDWARE	2402751-01	GEN 4 LED Controller
86	SPIELO	PA-73-SPE-14-01	HARDWARE	LCD39H0603	39" Monitor
87	SPIELO	PA-73-SPE-14-01	HARDWARE	SF23-3D-T	3D 23: LED
88	SPIELO	PA-73-SPE-14-01	HARDWARE	2723024-xx	Top Box
89	SPIELO	PA-73-SPE-14-01	HARDWARE	2402516-01	Meter Board
90	SPIELO	PA-73-SPE-14-01	S00129	EPIC 950	ITHACA EPIC 950 PRINTER FIRMWARE
91	WMS	MO-22-WMS-14-12	DA3F-000-1010	1010 H19.001	PEGASUS
92	WMS	MO-22-WMS-14-13	DB5D-000-1000D6	1000 H13.33 PORTAL D	ICE EMPRESS
93	WMS	MO-22-WMS-14-58	SCGC-000-16F0	16F0 HC1.31	OPERATING SYSTEM

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	IGT	MO-132-IGT-12-14	GI014-001GF3-E007.V02	AVP INSTALL	Golden Goddess	GI014-001GF3-M011.V02	09/14/2014
2	IGT	MO-132-IGT-12-14	GI014-001GF3-E007	AVP INSTALL	Golden Goddess	GI014-001GF3-M011	09/14/2014
3	IGT	MO-132-IGT-12-14	GAME014-001GF3-E07	AVP GAME PACKAGE	Golden Goddess	GAME014-001GF3-M11	09/14/2014
4	IGT	MO-22-IGT-11-63	GI014-001GV1-C003.V02	AVP INSTALL	Server Based Money C	GI014-001GV1-C007.V02	09/14/2014
5	IGT	MO-22-IGT-11-63	GI014-001GV1-C003	AVP INSTALL	Money Comb Multi-Way	GI014-001GV1-C007	09/14/2014
6	IGT	MO-22-IGT-11-63	GAME014-001GV1-C03	AVP GAME PKG	Money Comb Multi-Way	GAME014-001GV1-C07	09/14/2014
7	IGT	MO-22-IGT-12-120	GI014-001W81-D003.V02	AVP INSTALL	Ultimate X Poker	GI014-001W81-D007.V02	09/14/2014
8	IGT	MO-22-IGT-12-120	GI014-001W81-D003.V02	AVP INSTALL	Ultimate X Poker	GI014-001W81-D007.V02	09/14/2014
9	IGT	MO-22-IGT-12-120	GI014-001W81-D003	AVP INSTALL	Ultimate X Poker	GI014-001W81-D007	09/14/2014
10	IGT	MO-22-IGT-12-120	GAME014-001W81-D03	AVP GAME PACKAGE	Ultimate X Poker	GAME014-001W81-D07	09/14/2014
11	IGT	MO-22-IGT-12-171	GC014-003LP3-F001	AVP INSTALL	Fast Hit Progressives Double Gold	N/A	10/14/2014
12	IGT	MO-22-IGT-12-171	GCON014-003LP3-F01	AVP GAME PACKAGE	Fast Hit Progressives Double Gold	N/A	10/14/2014
13	IGT	MO-22-IGT-12-171	UCG0021A1	AVP	Fast Hit Progressives	N/A	10/14/2014
14	IGT	MO-22-IGT-12-173	GC014-003LP4-F001	AVP INSTALL	Fast Hit Progressives Triple Double Hot Peppers	N/A	10/14/2014
15	IGT	MO-22-IGT-12-173	GCON014-003LP4-F01	AVP GAME PACKAGE	Fast Hit Progressives Triple Double Hot Peppers	N/A	10/14/2014
16	IGT	MO-22-IGT-12-173	GC014-003LP4-F001	AVP INSTALL	Fast Hit Progressives Triple Double Hot Peppers	N/A	10/14/2014
17	IGT	MO-22-IGT-12-173	GCON014-003LP4-F01	AVP GAME PACKAGE	Fast Hit Progressives Triple Double Hot Peppers	N/A	10/14/2014
18	IGT	MO-22-IGT-12-175	GC014-003LP5-F001	AVP INSTALL	Fast Hit Progressives Triple Diamond MLP	N/A	10/14/2014
19	IGT	MO-22-IGT-12-175	GCON014-003LP5-F01	AVP GAME PACKAGE	Fast Hit Progressives Triple Diamond MLP	N/A	10/14/2014
20	IGT	MO-22-IGT-12-213	GT014-003-04001-02	AVP INSTALL	AVP Stepper Fast Hit Progressives	N/A	10/14/2014
21	IGT	MO-22-IGT-12-213	TYPE014-003-04001-02	AVP TYPE PACKAGE	AVP Stepper Fast Hit Progressives	N/A	10/14/2014
22	IGT	MO-73-IGT-11-21	GI014-001W81-D001.V02	AVP INSTALL	Ultimate X Poker	GI014-001W81-D007.V02	09/14/2014
23	IGT	MO-73-IGT-11-21	GI014-001W81-D001	AVP INSTALL	Ultimate X Poker	GI014-001W81-D007	09/14/2014
24	IGT	MO-73-IGT-11-21	GAME014-001W81-D01	AVP GAME PACKAGE	Ultimate X Poker	GAME014-001W81-D07	09/14/2014
25	MULTIMEDIA GAMES	MO-286-MMG-13-02	5609	1.3.1-28	MFP_1.3.1-28	6103	10/14/2014
26	WMS	MO-22-WMS-13-118	SCGC-000-16CI01	16CI01 HC1.28	OPERATING SYSTEM	SCGC-000-16F0	09/14/2014

Changed to NU Status				
	<u>File Number</u>	<u>ID Number</u>	<u>Version</u>	<u>Game Name</u>
1	MO-22-IGT-13-177	UCCF00303	N/A	UC Series 3 Framewor
2	MO-63-KON-12-35	WOWV100G12-CF	SOUND/GRAPHICS	Woodland Whisper
3	MO-63-KON-12-35	WOWV100G12	GAME PROGRAM	Woodland Whisper
4	MO-63-KON-12-35	WOWV100G12	GAME PROGRAM	Woodland Whisper
5	MO-73-KON-09-29	TRVV100G12-CF	SOUND/GRAPHICS	Treasure Voyage
6	MO-73-KON-09-29	TRVV100G12	GAME PROGRAM	Treasure Voyage
7	MO-73-KON-09-29	TRVV100G12	GAME PROGRAM	Treasure Voyage
8	MO-10-IGT-10-11	GI014-001JA6-A005	AVP INSTALL	Wheel of Fortune Big Money MLP Standalone
9	MO-10-IGT-10-11	GAME014-001JA6-A05	AVP GAME PKG	Wheel of Fortune Big Money MLP Standalone
10	MO-10-IGT-10-11	CPF070B1	IPC	Wheel of Fortune Big Money MLP Standalone
11	MO-10-IGT-10-11	GI014-001JA6-A005.V02	AVP INSTALL	Server Based Wheel of Fortune Big Money MLP Standalone
12	MO-10-IGT-10-11	SIGN1125	Wheel of Fortune Big	Wheel of Fortune Big

Addendum for Approval					
	<u>Manufacturer</u>	<u>File Number</u>	<u>ID Number</u>	<u>Version</u>	<u>Game Name</u>
1	ARISTOCRAT	MO-22-ARI-14-42	1.01-62359	GEN7WS	Batman
2	ARISTOCRAT	MO-22-ARI-14-42	1.01-62359	GEN7WS	Batman
3	ARISTOCRAT	MO-22-ARI-14-43	Media Platform	2.0.5	N/A
4	ARISTOCRAT	MO-22-ARI-14-40	HARDWARE	07-50000	N/A
5	ARISTOCRAT	MO-22-ARI-14-40	HARDWARE	07-50001	N/A
6	ARISTOCRAT	MO-22-ARI-14-05	4.07.0-1.00.2	GEN7	N/A
7	ARISTOCRAT	MO-22-ARI-14-05	4.07.0-1.00.2	GEN7	N/A
8	ARISTOCRAT	MO-19-ARI-14-01	Linux OS	3.05.E	N/A
9	ARISTOCRAT	MO-19-ARI-14-01	Linux Operating System	3.05.E	N/A
10	ARISTOCRAT	MO-22-ARI-14-07	SET CHIP	7.02.05	N/A
11	ARISTOCRAT	MO-329-ARI-14-01	GamBS2.5M	02.06.28	N/A

Addendum 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	ARISTOCRAT	MO-73-ARI-13-13	1.01-61954	RFX GEN7WS	Gardens of Babylon	1.02-61954	Immediate
2	ARISTOCRAT	MO-73-ARI-13-13	1.01-61954	RFX GEN7WS	Gardens of Babylon	1.02-61954	Immediate

Boot Hill Casino Internal Control Amendments

August 15, 2014

<u>Item #/ (Description)</u>	<u>Regulation Waiver?</u>	<u>Regulation/IC Reference</u>	<u>Staff Recommendation</u>
BH352 – Slot Wallets, Monthly Inventory	No	KAR 112-104-14, 16, 21, 23, 32, 34 / IC 170.020, 170.090, 170.160	Approval
BH355 – IN BETween	No	KAR 112-108-6/ IC 250.050	Approval
BH361 – Keys	No	KAR 112-104-34, 35, 38 / IC 140.010, 140.070	Approval
BH364 – Slot Manager, Job Descriptions	No	KAR 112-104-2/ IC 700.130	Approval
BH375 – Greeting & Reception	No	KAR 112-105-1/ IC 290.020	Approval
BH378 – Check Signers	No	IC 120.180	Approval

Kansas Star Casino Internal Control Amendments

August 15, 2014

<u>Item #/ (Description)</u>	<u>Regulation Waiver?</u>	<u>Regulation/IC Reference</u>	<u>Staff Recommendation</u>
KS159 – Exchange of Chips	No	KAR 112-108-13 (a), (b) / Exchange of Chips Table Games – 19	Approval
KS163 – Non-Gaming Org Chart; Marketing Org Chart; Marketing Job Descriptions	No	KAR 112-104-2 / Non-Gaming Org Chart; Marketing Org Chart; Marketing Job Descriptions Admin - 2; Non-Gaming - 5a; Non-Gaming - 5	Approval



Kansas Racing and Gaming Commission
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STAFF AGENDA MEMORANDUM

DATE OF MEETING: August 15, 2014

AGENDA ITEM: **Disciplinary Review Board Settlement in Matter No. 2014-9001**

PRESENTER: None – Consent Agenda

ISSUE SUMMARY: Pursuant to K.A.R. 112-114-1 *et seq.*, the KRGC Disciplinary Review Board considered potential gaming regulation violations by the gaming supplier Bally Technologies. The Disciplinary Review Board and Bally Technologies resolved their respective matters before any hearing on the merits, and discharged the Notice of Violation through a settlement agreement.

COMMISSION ACTION REQUIRED/REQUESTED: Ratification of the Disciplinary Review Board's settlement agreement with Bally Technologies.

STAFF RECOMMENDATIONS: Staff recommends approval of the settlement agreement.

BOOTHILL CASINO & RESORT
REPORT PRESENTED TO
THE KANSAS RACING AND GAMING COMMISSION
August 15, 2014

BY: Sharon Stroburg

- 1) For the month of July 2014, BHCR experienced an increase in Total Gaming Revenue of 8.10% over prior month June 2014. Total Slot revenue was up 7.64% while Table Games revenue was up 11.73% over prior month June 2014.
- 2) We had a great opening weekend in August with the Ram Truck Giveaway and the Longhorn Cattle Drive. Over 25,000 people watched the Longhorn Cattle Drive from Boot Hill Museum down Wyatt Earp to the RoundUp Rodeo arena. The High Noon Gunfight and the Rodeo report record attendance on Saturday after the Cattle Drive.

BOOT HILL CASINO & RESORT

Lottery Gaming Facility Revenue-Unaudited*

	July 2014	July 2013	Fiscal YTD 2015	Fiscal YTD 2014
Electronic gaming machines	3,053,564.75	3,144,045.35	3,053,564.75	3,144,045.35
Table games	395,055.50	423,600.00	395,055.50	423,600.00
Other #	<u>31.82</u>	<u>-</u>	<u>31.82</u>	<u>-</u>
Total Lottery Gaming Facility Revenue	<u><u>3,448,652.07</u></u>	<u><u>3,567,645.35</u></u>	<u><u>3,448,652.07</u></u>	<u><u>3,567,645.35</u></u>
State Share 22%	758,703.46	784,881.98	758,703.46	784,881.98
Local Share 3%	103,459.56	107,029.36	103,459.56	107,029.36
Problem Gambling Share 2%	68,973.04	71,352.91	68,973.04	71,352.91
Casino Share 73%	2,517,516.01	2,604,381.11	2,517,516.01	2,604,381.11

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

#Other sweeps, principally lost and found funds.

TIPS/ Responsible Alcohol Serving/Responsible Gaming
Report to Commission from BHCMC, LLC
1/1/2014 – 6/30/2014

General Information:

- 238 active employees as of June 30, 2014
- 35 hired since December 31, 2013
 - 3 of which are now inactive

TIPS for New Hires:

- 29 out of 35 new hires have passed TIPS testing
- 6 out of 35 have results pending

Responsible Alcohol Serving Refresher:

- Upcoming refresher testing due 4th Quarter 2014
- 19 employees have recertified their TIPS testing for another 3 yr period

Responsible Gaming:

- 35 new hires have taken a Responsible Gaming class since December 31, 2013

Responsible Gaming Refresher:

- Upcoming Refresher Testing due 4th Quarter 2014

Security Activity Report Thru June 30, 2014:

- Refused entry to minors attempting to enter the Casino - 305
- Patrons refused entry/removed from premises for appearing to be under the influence – 103
- VEP attempts to enter/entered the Casino - 11

Additional Information:

- We have 4 Certified TIPS trainers on property.

KANSAS STAR CASINO
REPORT PRESENTED TO
THE KANSAS RACING AND GAMING COMMISSION
August 15,2014

BY: SCOTT COOPER – GENERAL MANAGER

Operational Notes

- July admissions down 5% from July 2013.
- Construction of the KSC convention/meeting space and adjacent equestrian building continues for 4th quarter 2014 opening.
- Hotel 300 rooms now open.
- Wall work for the conference space is ongoing.

Upcoming Arena Events

- Sept- Team Roping & Bull Riding
- Oct- Roping Championship
- Nov- Belator MMA

July Revenue #'s

- Total Gaming Revenue down 8% from July 2013.
- Slot Coin-In (Handle) down 11% from July 2013.
- Slot hold flat from July 2013.
- Table Game drop down 12% from July 2013.
- Table Game hold up .4% from July 2013.
- Poker Room revenue up 2% from July 2013.

KANSAS STAR CASINO & RESORT

Lottery Gaming Facility Revenue-Unaudited*

	July 2014	July 2013	Fiscal YTD 2015	Fiscal YTD 2014
Electronic gaming machines	12,750,381.81	14,054,504.09	12,750,381.81	14,054,504.09
Table games	2,187,910.80	2,267,992.77	2,187,910.80	2,267,992.77
Other #	<u>4,742.98</u>	<u>-</u>	<u>4,742.98</u>	<u>-</u>
Total Lottery Gaming Facility Revenue	<u>14,943,035.59</u>	<u>16,322,496.86</u>	<u>14,943,035.59</u>	<u>16,322,496.86</u>
State Share 22% (Tier 1)**	3,287,467.83	3,590,949.31	3,287,467.83	3,590,949.31
State Share 2% marginal (Tier 2)**	-	-	-	-
Local Share 3%	448,291.07	489,674.91	448,291.07	489,674.91
Problem Gambling Share 2%	298,860.71	326,449.94	298,860.71	326,449.94
Casino Share	10,908,415.98	11,915,422.71	10,908,415.98	11,915,422.71

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

#Other sweeps, principally lost and found funds.

Kansas Star Casino

Responsible Gambling Report for the Period of January 1 through June 30, 2014

July 8, 2014

Employees

During the first half of 2014, Kansas Star Casino processed 133 new employees through New Hire Orientation. All of these new employees received the following training modules as part of the orientation process:

- Alcohol Awareness
- Responsible Gambling (including underage awareness and an overview of the Kansas Voluntary Exclusion Program)

An additional, more intensive alcohol awareness program (ServSafe) is provided for all team members in Table Games, Food and Beverage (with the exception of back of house employees such as cooks) and Security. The class lasts three hours and all participants must take a test at the conclusion and pass with a score of 75% or better. In the first half of 2014, 43 team members took this training. Six did not pass. One of the individuals who did not pass was tested again and passed. The additional two individuals who did not pass are scheduled to take the next training session on July 8, 2014, and will be tested again following the additional training. Tiffany Achu and Kristina Johnson in the Food and Beverage department are certified trainers for ServSafe.

The property's Responsible Gambling trainers are:

- Wyval Rosamilia, Compliance
- Meghan Maloy, Human Resources
- Amanda Kreutzer, Human Resources

As of June 30, 2014, Kansas Star Casino has 814 active employees.

Ongoing Training

The annual Responsible Gambling refresher training was held in June, 2014, and 702 employees attended. There are 16 active employees who have not taken Responsible Gambling training in 2014. They are scheduled to attend one of two make-up sessions on July 9, 2014.

Costs

The Kansas Star Casino spent approximately \$10,000 for the annual refresher training in 2014. This figure includes an hour's wage for all employees who attended and the cost of the training facilities and materials. The casino also spent \$200 replacing the tent cards for the Security podiums and other similar locations.

Daily Application

While all departments are actively involved in preventing underage, intoxicated and self-excluded patrons from entering the casino floor and from gambling if they do gain access to the casino, the Security Officers stationed at the entrances to the gaming floor are the primary method of preventing these persons from entering the casino floor. They follow Kansas Star Casino's policy of checking identification for all individuals who appear to be 30 years old or younger. The statistics for these ID checks during the first half of 2014 are:

- Underage individuals denied access to the gaming floor: 420
- Individuals who were denied access because they could not produce an ID: 596
- Individuals who had invalid identification: 1,381
- Intoxicated individuals who were denied access to the gaming floor: 103
- Individuals enrolled in VEP who were denied access to the gaming floor: 3

In addition to the individuals who were not allowed to enter the casino floor, 288 intoxicated individuals were ejected from the casino, four (4) VEP individuals were removed and turned over to the KRGC for processing and five (5) underage individuals were trespassed during the first half of 2014. In addition, 136 individuals were removed from the casino for other reasons.

During this period, 1,274,923 guests entered the casino floor. Security team members checked 128,040 IDs at the entrances to the gaming floor. Fifteen (15) ID checks took place on the gaming floor in situations involving suspected minors.

HOLLYWOOD CASINO AT KANSAS SPEEDWAY
REPORT PRESENTED TO
THE KANSAS RACING AND GAMING COMMISSION
AUGUST 15, 2014

BY: BOB SHELDON – VICE PRESIDENT & GENERAL MANAGER

Total Gaming Revenue for July 2014 was \$ 11.0MM which was an increase of \$39K or 0.4% over July of last year.

Slot Revenue was \$9.4MM which was a slight decrease of \$29K or 0.3% from the prior year.

Table Games Revenue was \$1.7MM, which was an increase of \$68K or 4.3% compared to prior year. Although volume in table games play was down, we did have a strong hold percentage compared to a below average hold last year, which provided the year over year revenue increase.

We offered our usual complement of marketing/promotional gaming offers targeting specific business days throughout July. We introduced some new mid-week food specials in our Final Cut restaurant, but also continued our summer seasonal specials in our other outlets. We had an official Sporting KC watch party in our Turn 2 sports bar which was well attended by local fans. Our ongoing “Superstar Reels” promotion created a buzz as the jackpot approached its cap of \$25,000 nearing month end.

HOLLYWOOD CASINO & RESORT

Lottery Gaming Facility Revenue-Unaudited*

	July 2014	July 2013	Fiscal YTD 2015	Fiscal YTD 2014
Electronic gaming machines	9,346,250.50	9,374,703.61	9,346,250.50	9,374,703.61
Table games	1,654,963.59	1,587,344.42	1,654,963.59	1,587,344.42
Other #	-	-	-	-
Total Lottery Gaming Facility Revenue	<u>11,001,214.09</u>	<u>10,962,048.03</u>	<u>11,001,214.09</u>	<u>10,962,048.03</u>
State Share 22%	2,420,267.10	2,411,650.57	2,420,267.10	2,411,650.57
Local Share 3%	330,036.42	328,861.44	330,036.42	328,861.44
Problem Gambling Share 2%	220,024.28	219,240.96	220,024.28	219,240.96
Casino Share 73%	8,030,886.29	8,002,295.06	8,030,886.29	8,002,295.06

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

#Other sweeps, principally lost and found funds.

Hollywood Casino at Kansas Speedway
Responsible Gambling Plan Semi-Annual Report
January 1, 2014 thru June 30, 2014

1. Employees

At the end of the reporting period, Hollywood Casino had a total of 737 employees. During the reporting period, 153 employees were hired.

2. Responsible Gaming Training:

All employees hired during the reporting period (153) received initial training on responsible gaming during property orientation. This consisted of approximately 30 minutes dedicated to responsible gaming. All 153 employees successfully completed this training.

Of those new hires, 38 were hired into positions which require additional training to understand the proper procedures for responsible alcohol service. All of these employees successfully completed the TiPS training.

In addition, there were nine (9) existing employees who attended and successfully completed refresher TiPS training.

The TiPS training which was conducted by one of the five (5) certified TiPS trainers on property.

3. Statistics:

To assist in tracking the success of the Responsible Gaming Plan, Hollywood Casino maintains statistics related to responsible gaming. Some of the numbers from the reporting period include:

- Hollywood Casino refused entry to 275 minors who attempted to gain access to the property.
- In addition, Hollywood Casino either refused entry to or removed from the property 424 individuals who appeared to be under the influence of alcohol or drugs.
- In addition to training officers to be observant at the casino entrances, Hollywood Casino has procedures in place to identify VEPs when they attempt to cash a check, perform a cash advance, attempt to claim a taxable jackpot, or attempt to create a Marquee Rewards (player club) account. During the reporting period, Hollywood Casino discovered seven (7) VEPs on property. The local KRGC Agent on Duty was contacted immediately in each of these instances and took custody of the VEP for processing.



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STAFF AGENDA MEMORANDUM

DATE OF MEETING: August 15, 2014

AGENDA ITEM: Old Business – Education and Experience Qualifications

PRESENTER: Richard Petersen-Klein, Executive Director

ISSUE SUMMARY:

This Commission Item is old business from the June 20, 2014 Commission meeting at which the Commission requested that KRGC staff revise the agency's regulations to include Commission approval of facility managers' minimum education and experience qualifications. Additionally, the Commission requested that the agency's regulations allow facility managers a choice of format to maintain the description of minimum education and experience qualifications to include the internal control system, a collection of job descriptions, or a listing of job positions.

KRGC staff inserted draft language for the proposed regulatory change under K.A.R. 112-104-2 and solicited the facility managers' comments. The facility managers discussed the proposed regulatory change and Hollywood Casino prepared a joint response that is attached. The facility managers' main concern was the Commission's ability to approve the minimum education and experience qualifications for each position, which they stated was not normal regulatory practice in the gaming industry. The facility managers cited to the KRGC staff's memorandum from the June 20, 2014 Commission meeting in which KRGC staff reported that a review of other jurisdictions indicated that no gaming jurisdiction enumerates minimum qualifications by regulation. The KRGC staff memorandum stated that there were two (2) jurisdictions – Missouri and Pennsylvania – where minimum qualifications were not specifically enumerated in their regulations; however, their regulations stated that qualifications shall be described for all positions or based upon the licensing level.

The facility managers also indicated that some clarification was necessary. The proposed regulatory language was revised to clearly indicate that the Commission desired the ability to approve minimum education and experience qualifications for each position. Additionally, the proposed regulatory language was revised to clarify the format choices the facility managers could use to maintain the description of minimum education and experience qualifications for each position, which include the internal control system, a collection of job descriptions, or a listing of job positions. The proposed regulatory change as revised is attached and was provided to the facility managers by separate email on August 8, 2014.

The KRGC staff believes the proposed regulatory change to K.A.R. 112-104-2(a) reflects the Commission's desire to approve facility managers' description of minimum education and experience qualifications and states format choices for maintaining the description of minimum education and experience qualifications. Based upon the above, the KRGC staff recommends approval of the proposed regulatory change to K.A.R. 112-104-2(a) as attached.

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

STAFF RECOMMENDATION: Commission approval of regulatory change.

HOLLYWOOD
Casino
AT KANSAS SPEEDWAY®

August 6, 2014

Brandi White
Director of Administration, Finance, and Audit
Kansas Racing and Gaming Commission
700 SW Harrison Street
Topeka, Kansas 66603

Please consider the following comments on the proposed regulation change to KAR 112-104-2.

The main concern the facility managers have with the proposed addition to the regulation is the phrase "*commission-approved*" *minimum education and experience qualifications*. We are concerned the language gives the Commission the ability to dictate the minimum education and experience qualifications which is not the norm within the industry. KRGC's own staff memo dated June 20, 2014 noted there were no jurisdictions that had specific minimum requirements enumerated for any position. We would recommend the phrase "commission-approved" be removed.

Additionally, for clarity, we suggest to remove the phrase "*in the internal controls*" as the regulations clearly state in the prior sentence the organizational charts are in the internal controls.

KRGC Original

Each facility manager shall maintain and provide to the commission a description of commission-approved minimum education and experience qualifications for each position included in the organizational charts in the internal controls, in a collection of job descriptions, in a listing of job positions, or in another commission-approved format.

Proposed

Each facility manager shall maintain and provide to the commission a description of minimum education and experience qualifications for each position included in the organizational charts, in a collection of job descriptions, in a listing of job positions, or in another commission-approved format.

We appreciate the opportunity to submit our comments. Please let me know if you have any questions or would like any additional information.

Sincerely,



Dave Rice
Compliance Manager

112-104-2. Facility manager's organization. (a) Each facility manager's internal control system shall include organization charts depicting the segregation of functions and the responsibilities and descriptions of the duties and responsibilities for each position shown.

Additionally, each facility manager shall provide the commission a description of the minimum education and experience qualifications for each position included in the organization charts for commission approval. Each facility manager may maintain the description of minimum education and experience qualifications in the internal control system, a collection of job descriptions, a listing of job positions, or another commission-approved format. Each facility manager shall be permitted, except as otherwise provided in this regulation, to tailor organizational structures to meet the needs or policies of a particular management philosophy. Each facility manager's organization charts shall provide for the following:

(1) A system of personnel and chain of command that permits management and supervisory personnel to be held accountable for actions or omissions within their areas of responsibility;

(2) the segregation of incompatible functions, duties, and responsibilities so that no employee is in a position both to commit an error or perpetrate a fraud and to conceal the error or fraud in the normal course of the employee's duties;

(3) the performance of all functions, duties, and responsibilities in accordance with legitimate financial practices by trained personnel;

(4) the areas of responsibility that are not so extensive as to be impractical for one person to monitor; and

(5) a chief executive officer. For the purposes of this article, a "chief executive officer" shall mean the person located at the gaming facility who is ultimately responsible for the daily conduct of the facility manager's business regardless of the particular title that person actually holds. Unless otherwise specified in these regulations, each supervisor of a department required by subsection (b) shall report directly to the chief executive officer of the facility manager regarding administrative matters and daily operations. The facility manager's organization charts shall designate which positions, in the absence of the chief executive officer, shall be designated as having responsibility for the daily conduct of the facility manager's gaming business.

(b) Each facility manager's internal control system shall also include the following departments and supervisory positions, each of which shall be categorized as mandatory and shall cooperate with, yet perform independently of, other mandatory departments and supervisory positions of the facility manager. However, a department or supervisor of a facility manager that is not required or authorized by this subsection may operate under or in conjunction with a mandatory department or supervisor if the organizational structure is consistent with the requirements of the act and subsection (a). The mandatory departments and supervisory positions shall be the following:

(1) A surveillance department supervised by a person located at the gaming facility who functions, for regulatory purposes, as the director of surveillance and has a reporting requirement, as described in 112-106-4(a);

(2) an internal audit department supervised by a person located at the gaming facility who functions, for regulatory purposes, as the director of internal audit:

(A) The director of internal audit department shall report directly to one of the following persons or entities regarding matters of policy, purpose, responsibility, and authority, which persons or entities shall also control the hiring, termination, and salary of the position:

- (i) The independent audit committee of the facility manager's board of directors;
- (ii) the independent audit committee of the board of directors of any holding or intermediary company of the facility manager that has authority to direct the operations of the facility manager;
- (iii) the internal audit executives of any holding or intermediate company if the most senior executive in the reporting line reports directly to the independent audit committee of the board of directors of the holding or intermediary company; or
- (iv) for facility managers or holding companies that are not corporate entities, the non-corporate equivalent of any of the persons or entities listed in paragraphs (b)(2)(A)(i) through (iii) as approved by the commission; and

(B) the internal audit department shall operate under all of the provisions contained under K.A.R. 112-104-24;

(3) a management information systems (MIS) department supervised by a person located at the gaming facility who functions, for regulatory purposes, as the MIS director;

(4) an EGM department supervised by a person located at the gaming facility who functions, for regulatory purposes, as the EGM director;

(5) a security department supervised by a person located at the gaming facility who functions, for regulatory purposes, as the director of gaming facility security;

(6) an accounting department supervised by a person located at the gaming facility who functions as the controller, for regulatory purposes:

(A) The controller shall be responsible for all accounting functions, including the preparation and control of books, records, and data, the control of stored data, the control of unused forms, the accounting for and comparison of operational data and forms; and

(B) the facility manager shall have in its accounting department at least one individual responsible for and dedicated to verifying financial transactions and reviewing accounting forms and data. This function, which is sometimes referred to as “income or revenue reconciliation,” shall be independent of the transactions under review. This function shall include a daily reconciliation of EGM transactions documentation, a daily reconciliation of the parimutuel transaction documentation, a daily reconciliation of the facility manager cage accountability, document control, and signature verification; and

(7) a cashier’s cage department supervised by a person located at the gaming facility who functions as the treasurer, for regulatory purposes:

(A) The treasurer shall be responsible for the control and supervision of the cashier’s cage, satellite cages, count room, and ~~vault~~ main bank. The cashier’s cage may be separated into independent operations or satellite cages to facilitate operations and accountability;

(B) the cashier’s cage department shall be responsible for the following:

(i) The custody and accountability of coin, currency, negotiable instruments, documents, cash equivalents, and records normally associated with the operation of a cage;

(ii) any other functions normally associated with the operation of a cage;

(iii) the count room; and

(iv) ~~the vault~~ main bank; and

(C) the cage department shall be responsible for the control and supervision of gaming cashiers and change persons.

(8) a table games department supervised by a person located at the gaming facility who functions, for regulatory purposes, as the director of table games.

(~~ec~~) The facility manager's personnel shall be trained in all policies, procedures, and internal controls relevant to each employee's individual function. The facility manager shall develop special instructional programs in addition to any on-the-job instruction sufficient to make each member of the department knowledgeable about the requirements and performance of all transactions relating to that employee's functions.

(~~ed~~) Notwithstanding other provisions to the contrary, a facility manager may designate and assign more than one person to serve jointly as the supervisor of a department required by this regulation. Each person as approved by the commission to serve as a joint supervisor of a mandatory department shall be located at the gaming facility and shall be individually and jointly accountable for the functioning of that department.

(~~ef~~) If a vacancy in the chief executive officer position or any mandatory department supervisory position required by subsection (b) occurs, all of the following requirements shall apply:

(1) The facility manager shall notify the commission within five days from the date of vacancy. The notice shall be submitted in writing and shall indicate the following information:

(A) The vacant position;

(B) the date on which the position will become or became vacant; and

(C) the date on which the facility manager anticipates that the vacancy will be filled on a permanent basis.

(2) The facility manager shall designate a person to assume the duties and responsibilities of the vacant position within 30 days after the date of vacancy. The person may assume the duties and responsibilities of the vacant position on a temporary basis if ~~both~~all of the following conditions are met:

(A) The existing responsibilities and duties will maintain appropriate segregation of duties in keeping with generally accepted accounting principles.

(~~AB~~) The person does not also function as the department supervisor for any other mandatory department required by this regulation.

(~~BC~~) The person's areas of responsibility will not be so extensive as to be impractical for one person to monitor.

(3) ~~Within~~within five days of filling a vacancy under paragraph (e)(2), the facility manager shall notify the commission. The notice shall be submitted in writing and shall indicate the following:

- (A) The position;
- (B) the name of the person designated;
- (C) the date that the vacancy was filled; and
- (D) an indication of whether the position has been filled on a temporary or permanent basis.

(4) ~~The~~the notices required in this subsection shall be directed to the executive director.

(Authorized by and implementing K.S.A. ~~2007~~ 2013 Supp. 74-8772; effective Sept. 26, 2008;

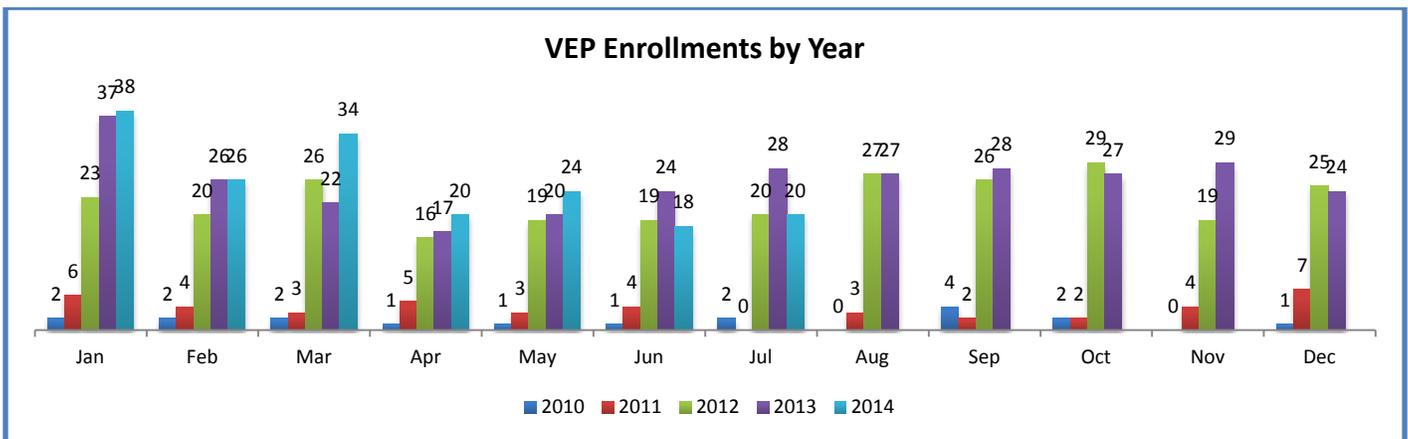
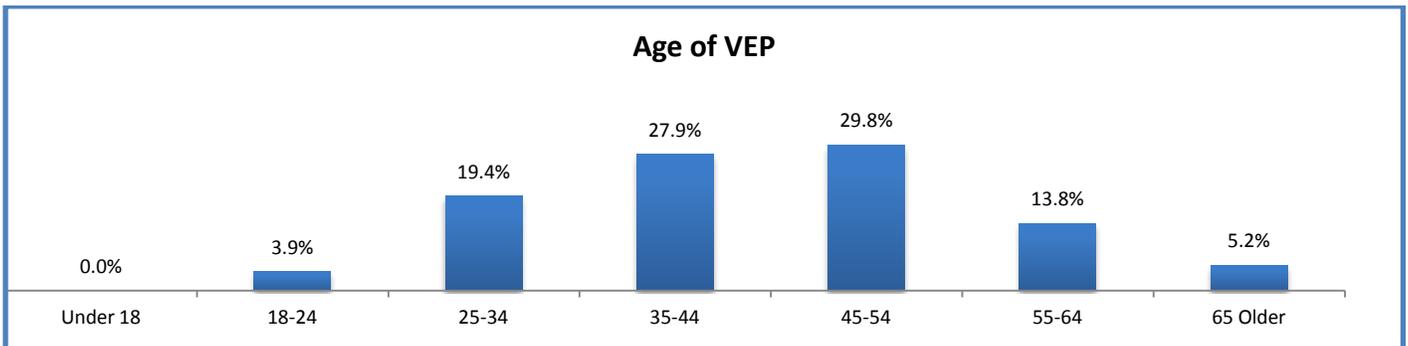
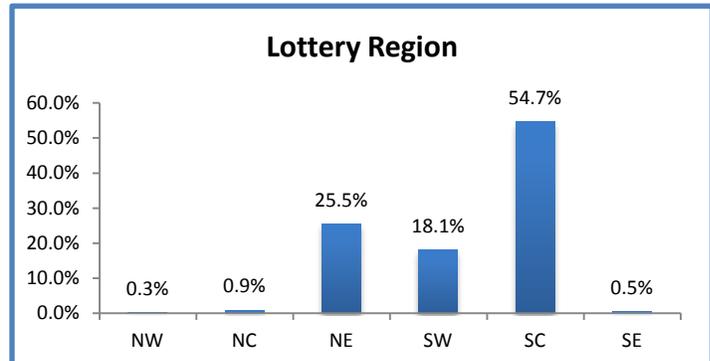
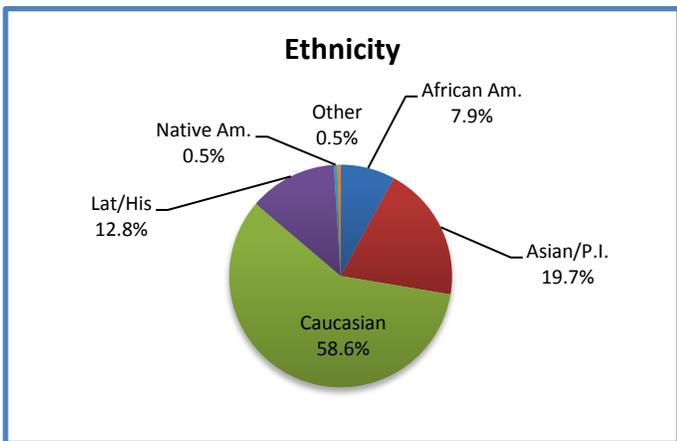
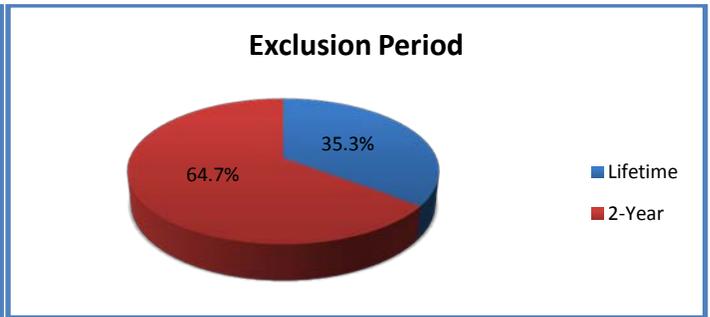
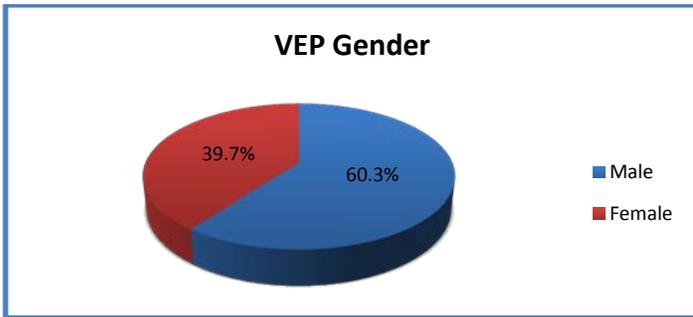
amended P- _____.)

Voluntary Exclusion Program

January 2010 – July 2014

Voluntary Exclusions = 821

Violation Incidents = 57 (42 individuals)



All Departments		Cash Fund Balances as July 31, 2014															
DeptID	All	ELARF				Backgrounds				Illegal Gambling				Racing			
All Funds	All	Beg. Balance	2,755,230			Beg. Balance	318,330			Beg. Balance	6,694			Beg. Balance	81,270		
		Revenue	-			Revenue	14,639			Revenue	-			Revenue	-		
		Expenses	409,146			Expenses	24,486			Expenses	-			Expenses	147		
		End Balance	2,346,084			End Balance	308,483			End Balance	6,694			End Balance	81,123		
Fund		Grand Total															
BudgetUnit		All Funding Sources															
		YTD FY2014	YTD FY2015	\$	%	July FY2014	July FY2015	\$	%	YTD FY2015	YTD FY2015	\$	%	YTD FY2015	YTD FY2015	\$	%
		ACTUALS	ACTUALS	VARIANCE	VARIANCE	ACTUALS	ACTUALS	VARIANCE	VARIANCE	BUDGET	ACTUALS	VARIANCE	VARIANCE	BUDGET	ACTUALS	VARIANCE	VARIANCE
51000	Payroll	339,287	322,629	-16,658	-5%	339,287	322,629	-16,658	-5%	390,787	322,629	-68,158	-17%				
10	Shrinkage	0	0	0	-	0	0	0	-	-7,796	0	7,796	-100%				
	Net Salaries and Wages	339,287	322,629	-16,658	-5%	339,287	322,629	-16,658	-5%	382,992	322,629	-60,363	-16%				
52000	Communication	0	23	23	-	0	23	23	-	6,233	23	-6,210	-100%				
52100	Freight and Express	34	17	-17	-49%	34	17	-17	-49%	167	17	-149	-90%				
52200	Printing and Advertising	0	0	0	-	0	0	0	-	300	0	-300	-100%				
52300	Rents	42,583	256	-42,327	-99%	42,583	256	-42,327	-99%	14,328	256	-14,072	-98%				
52400	Repair/Service/Mainten	71	1,351	1,280	1803%	71	1,351	1,280	1803%	5,350	1,351	-3,999	-75%				
52510	InState Travel and Subsistence	3,167	3,380	212	7%	3,167	3,380	212	7%	8,112	3,380	-4,732	-58%				
52520	Out of State Travel and Subs	11,525	2,593	-8,932	-78%	11,525	2,593	-8,932	-78%	5,095	2,593	-2,502	-49%				
52530	International Travel and Subs	0	0	0	-	0	0	0	-	0	0	0	0%				
52600	Fees-other Services	419	5,363	4,944	1181%	419	5,363	4,944	1181%	24,173	5,363	-18,810	-78%				
52700	Fee-Professional Services	26	339	313	1182%	26	339	313	1182%	3,100	339	-2,761	-89%				
52900	Other Contractual Services	614	1,057	443	72%	614	1,057	443	72%	1,204	1,057	-147	-12%				
	Subtotal Contractual Services	58,440	14,379	-44,061	-75%	58,440	14,379	-44,061	-75%	68,062	14,379	-53,683	-79%				
53200	Food for Human Consumption	0	0	0	-	0	0	0	-	58	0	-58	-100%				
53400	Maint Constr Material Supply	0	0	0	-	0	0	0	-	209	0	-209	-100%				
53500	Vehicle Part Supply Accessory	60	49	-11	-19%	60	49	-11	-19%	2,067	49	-2,018	-98%				
53600	Pro Science Supply Material	0	46	46	-	0	46	46	-	1,650	46	-1,604	-97%				
53700	Office and Data Supplies	956	139	-817	-85%	956	139	-817	-85%	5,283	139	-5,144	-97%				
53900	Other Supplies and Materials	39	56	17	45%	39	56	17	45%	367	56	-311	-85%				
	Subtotal Commodities	1,055	289	-766	-73%	1,055	289	-766	-73%	9,634	289	-9,345	-97%				
54000	TOTAL Capital Outlay	1,541	0	-1,541	-100%	1,541	0	-1,541	-100%	7,493	0	-7,493	-100%				
55960	Vol Retirement Incentive	0	0	0	-	0	0	0	-	583	0	-583	-100%				
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	0	0	0	-	0	0	0	-	583	0	-583	-100%				
Grand Total		400,322	337,297	-63,025	-16%	400,322	337,297	-63,025	-16%	468,764	337,297	-131,467	-28%				

*This report has not been audited by the State of Kansas and is intended solely for the use of the Executive Director of the Kansas Racing and Gaming Commission.

August 2014 - July 2015

Kansas Racing and Gaming Commission Planner

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						

AUGUST

15 Commission Meeting

SEPTEMBER

12 Commission Meeting

OCTOBER

17 Commission Meeting

NOVEMBER

14 Commission Meeting

DECEMBER

12 Commission Meeting

JANUARY

16 Commission Meeting

FEBRUARY

13 Commission Meeting

MARCH

13 Commission Meeting

APRIL

17 Commission Meeting

MAY

15 Commission Meeting

JUNE

12 Commission Meeting

JULY

17 Commission Meeting

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

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				

Mar 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
29	30	31				

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	

Apr 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	29	30		

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						

May 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	29	30
31						

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			

Jun 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	29	30				

Jan 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	29	30	31

Jul 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	29	30	31	