

KANSAS RACING AND GAMING COMMISSION

MINUTES – JULY 9, 2010

CALL TO ORDER:
(A.)

Chair Sader called the July 9, 2010, meeting to order at 10:00 am at 700 SW Harrison, Auditorium A, Suite 450, Topeka, Kansas. Commissioners Sader, Braun, Falstad, and Schwan were present at the meeting. Commissioner McKechnie participated by phone. Others present included Interim Executive Director Patrick Martin; Deputy Director of Security Don Brownlee; Deputy Director of Administration Don Cawby; Director of Communications/Responsible Gaming Mike Deines; Recording Secretary Linda Pendarvis and other staff.

AMENDMENTS TO
AGENDA:
(B.)

Mr. Martin suggested that the words “approval of” be added to Item D.3. on the consent agenda to clarify that staff is suggesting a routine approval.

MOTION, APPROVE
AMENDED AGENDA:
(B.)

Commissioner Schwan (Falstad) moved to approve the agenda as submitted with the correction noted. Motion passed unanimously.

MOTION, APPROVE
JUNE 3, 2010, MEETING
MINUTES:
(C.)

Commissioner Falstad (Braun) moved to approve the minutes of the June 3, 2010, commission meeting as submitted. Motion passed unanimously.

MOTION, APPROVE
CONSENT AGENDA:
(D.)

Commissioner McKechnie (Braun) moved to approve the consent agenda with the following changes:

- Delete Items 50 and 51
- Insert Items 50a and 51a

Motion passed unanimously.

KANSAS LOTTERY
COMMISSION REPORT:
(E.)

The commission heard Keith Kocher, director of gaming facilities for the Kansas Lottery, report on the current status of casinos. In part, Mr. Kocher reported that:

- Through the end of the state’s fiscal year, the total gaming revenue at Boot Hill Casino and Resort has been in excess of \$20.6 million. After expenses, the state made approximately \$4.5 million.
- Boot Hill’s June revenue was down by 10-12%, which he understands others have attributed to the harvest season. He noted that July’s revenue is off to a better start.
- Gaming facility manager applications for the Southeast Zone are due July 15. No applications or inquiries have been received to date for that zone. Mr. Kocher anticipates that another 90 day extension will be proposed to the Lottery Commission if there are no proposals for the Southeast Zone.

- Applications for the South Central gaming zone are due July 22. Mr. Kocher believes that there will be applicants in that zone.
- In the Northeast gaming zone, the Lottery and Hollywood Casino are in constant contact concerning progress on construction.

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

Clint Patty, attorney for Butler National Service Corporation d.b.a. Boot Hill Casino and Resort, gave the facility report:

- He noted that the drop in revenue for the month of June was probably attributable to harvest and that July has been a very good month.
- Mr. Patty presented and summarized Boot Hill's responsible gambling report, which is required semi-annually.

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

Marty Naumann, vice president of operations for Kansas Entertainment, reported on the Hollywood Casino at the Kansas Speedway.

- He distributed a summary showing the work completed in the past 30 days and the work anticipated to be completed in the next 30 days. He also noted that rain has slowed construction for the past several weeks, but that the project remains on schedule.

DISCUSSION, REVISIONS
TO GAMING
REGULATIONS:
(G.1.)

The commission heard Jay Hall, KRGC counsel, present certain revisions to gaming regulations. Mr. Hall requested approval to send amendments through the rulemaking process with the exception of K.A.R. 112-112-3 (Item i.) and K.A.R.112-112-7 (Item k.), which require more internal work before being presented to the commission.

MOTION, REVISIONS TO
GAMING REGULATIONS:
(G.1.)

Commissioner Schwan (Falstad) moved to approve the amended regulations as presented. Motion passed unanimously.

PUBLIC COMMENTS:
(H.)

Chair Sader called for public comments. There were none

STAFF REPORT, MARTIN:
(I.1.)

The commission heard a staff report from Mr. Martin:

- Mr. Martin and Mr. Brownlee attended the North American Gaming Regulators Association conference last week and found it valuable.
- Just as commission staff has done with parimutuel hearings, staff will begin providing a quarterly summary of regulatory violations to the commission.

STAFF REPORT, DEINES:
(I.2.)

The commission heard a staff report from Mr. Deines, including that:

- Carol Spiker reported on her attendance at the National

Conference on Problem Gambling in Portland, Oregon.

- Mr. Deines mentioned that 2% of the gross gaming revenue goes to the Problem Gambling and Addictions Fund, and that Fund is administered by SRS. Because of the state's budget situation, SRS has used that fund to cover shortages in general fund money for alcohol and substance abuse treatment. SRS is currently planning to allocate 22% of the problem gambling and addiction fund for problem gambling treatment, with 58% allocated for alcohol and drug treatment. The Responsible Gambling Alliance is concerned about that allocation and will be monitoring it closely.

STAFF REPORT, CAWBY:
(I.3.)

The commission heard a staff report from Mr. Cawby.

McKECHNIE EXITS
TELECONFERENCE:

Commissioner McKechnie exited the teleconference at 11:15 am.

MOTION, EXECUTIVE
SESSION:
(J.1.)

Commissioner Schwan (Falstad) moved that the commission adjourn into executive session to conduct confidential attorney client communications for 15 minutes, from 11:15 am until 11:30 am. Those included in the executive session were the commission and Mr. Martin. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as a part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session. Motion passed unanimously.

RECONVENE:

The commission meeting reconvened at 11:32 am with all members present as previously noted.

MOTION, EXECUTIVE
SESSION:
(J.2.)

Commissioner Braun (Schwan) moved that the commission take a 5-minute break, followed by an executive session for a period of 50 minutes from 11:35 am to 12:30 pm for the purpose of considering confidential background reports. Those included in the executive session were the commission, Mr. Martin, and security staff. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as a part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session. Motion passed unanimously.

FALSTAD EXITS:

Commissioner Falstad exited the meeting at 12:05 pm.

RECONVENE:

The commission meeting reconvened at 12:30 pm with all remaining members present.

MOTION, APPROVE
LICENSES:
(J.2.)

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

- A. Service Central, Inc. (Gaming Vendor)
- B. Integrated Solutions Group, Inc. (Gaming Vendor)
- C. Mr. G's Liquor, LLC (Non-Gaming Vendor)
- D. Boot Hill Casino and Resort employees:
 - i. Busalacki, Timothy Level 1
 - ii. King, Jesse Level 1
 - iii. Adams, Elaine D. Level 2
 - iv. Aguilar, Francisco Level 2
 - v. Campos-Sinfontes, Osmadia Level 2
 - vi. Giardine, Diane K. Level 2
 - vii. Perez, Amanda H. Level 2
 - viii. Alexander, Misti Level 3
 - ix. Martin, Philip Level 3 (Consultant)
 - x. Trujillo, Edward E. Level 3
 - xi. Verdecia, Victor L. Level 3
 - xii. Weaver, Danny Level 3 (Consultant)
 - xiii. Yeverino Jr., Raymundo Level 3
 - xiv. Zubia, Stacy S. Level 3
- E. Butler National Board of Directors:
 - i. Hoffman, Bradley Level 1
- F. Gaming Laboratories International employee:
 - i. Hall III, John Level 3

Motion passed unanimously.

MOTION, DENY
LICENSES:
(J.2.)

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

- i. Coleman, Travis Level 2
- ii. Addison, Anthony T. Level 3
- iii. Herring, Suzanne Level 3 (Consultant)

Motion passed unanimously.

MOTION, EXECUTIVE
SESSION:
(J.2.)

Commissioner Schwan (Braun) moved that the commission go into executive session for a period of 10 minutes from 12:35 pm to 12:45 pm for discussion of confidential security issues. Those included in the executive session were the commission, Mr. Martin, and security staff. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as a part of the permanent record of

the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session. Motion passed unanimously.

RECONVENE: The commission meeting reconvened at 12:45 pm with all members present as previously noted.

ADJOURN: Commissioner Braun (Schwan) moved to adjourn at 12:46 pm. Motion passed unanimously.

SUBMITTED BY:

(Signature on File)

William Falstad
Secretary

APPROVED BY:

(Signature on File)

Carol H. Sader
Chair



Kansas Racing and Gaming Commission
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 (785) 296-5800, Fax (785) 296-0900

Lottery Facility Game Approvals and Revocations

July 9, 2010

Recommended for Approval					
	Manufacturer	File Number	ID Number	Version	Game Name
1	ARISTOCRAT	MO-22-ARI-10-20	2.59.0-1.58.0	GEN7	N/A
2	ARISTOCRAT	MO-04-ARI-10-02	BIOS 2.02.0	2.02.0	N/A
3	ARISTOCRAT	MO-22-ARI-10-35	1.02-60383	GEN7/WS	African Storm
4	ARISTOCRAT	MO-04-ARI-10-03	Linux Operating System	3.04.1	N/A
5	ARISTOCRAT	MO-22-ARI-10-36	1.03-60212	GEN7	Polynesian Pearl
6	ARISTOCRAT	MO-22-ARI-10-41	1.02-60269	GEN7	Fortune Foo
7	ARISTOCRAT	MO-22-ARI-10-49	EVGA Graphics Board	01-P3-N959-TR	N/A
8	ARISTOCRAT	MO-22-ARI-10-33	1.00-60977	RFX GEN7	Trophies of Olympus
9	ARISTOCRAT	MO-22-ARI-10-48	66Y110197211_AXCwb	1.10/2.11	N/A
10	BALLY	MO-66-BAL-09-03	ASGB7SC017UI-01	N/A	Blazing 7's Scatter
11	BALLY	MO-73-BAL-09-53	ASGDBL7417UI-00	N/A	Double Blazing 7's
12	BALLY	MO-73-BAL-09-57	300242A	N/A	Bonus Times
13	BALLY	MO-166-BAL-09-06	300304A	N/A	BLACK AND WHITE 5X PAY
14	BALLY	MO-38-BAL-09-09	300317A	Diamond Line Blazing 7's	Diamond Line Blazing 7's
15	BALLY	MO-73-BAL-09-79	300276A	Double Dragon	DOUBLE DRAGON
16	BALLY	MO-73-BAL-09-95	300318A	Diamond Line Blazing 7's	Diamond Line Blazing 7's
17	BALLY	MO-73-BAL-10-06	300498A	A	DOUBLE JACKPOT TRIPLE BLAZING 7'S
18	BALLY	MO-22-BAL-08-16	HARDWARE	P/N205976	REEL WINNERS
19	BALLY	MO-22-BAL-09-07	HARDWARE	PCA209450-0-0	N/A
20	BALLY	MO-22-BAL-09-08	HARDWARE	PCA209364-0-0	N/A
21	BALLY	MO-73-BAL-09-37	AVRU1CASHW74-00	00	N/A
22	BALLY	MO-73-BAL-09-37	HARDWARE	P/N 208276	N/A
23	BALLY	MO-73-BAL-09-37	HARDWARE	P/N 208336	N/A
24	BALLY	MO-73-BAL-09-37	HARDWARE	P/N 209626	N/A
25	BALLY	MO-73-BAL-09-98	ASGMCRYL5LN0-00	N/A	MONTE CARLO ROYALE
26	BALLY NORTH	MO-73-BLY-10-03	20621C	Mighty Galleons - Famous Voyage	MIGHTY GALLEONS - FAMOUS VOYAGE
27	BALLY NORTH	MO-73-BLY-10-04	20619B	Mighty Galleons - Ark Royal	MIGHTY GALLEONS - ARK ROYAL
28	BALLY NORTH	MO-73-BLY-10-06	20660A	MEGA SERIES - SPARKLING DIAMONDS	MEGA SERIES - SPARKLING DIAMONDS
29	BALLY NORTH	MO-73-BLY-10-08	20653A	MEGA SERIES - HOT ROCKS	MEGA SERIES - HOT ROCKS

	Manufacturer	File Number	ID Number	Version	Game Name
30	BALLY NORTH	MO-73-BLY-10-09	20672A	A	MEGA SERIES - EMERALD TREASURES
31	BALLY NORTH	MO-73-BLY-10-26	20634C	C	MONEY MULTIPLIER - ROYAL BLUE
32	BALLY NORTH	MO-73-BLY-10-27	20633B	B	MONEY MULTIPLIER - MEGA FRUITS
33	BALLY NORTH	MO-73-BLY-10-28	20635B	B	MONEY MULTIPLIER - MAJESTIC ROYALS
34	SDS	SY-22-SDS-10-02	E908301D.BIN	300.01.04	N/A
35	IGT	MO-22-IGT-10-56	AI014-075	AVP INSTALL	AVP
36	IGT	MO-22-IGT-10-56	AVP014-00320	AVP PKG	AVP
37	IGT	MO-22-IGT-10-56	CONFIG014-007-117	AVP CONFIG PKG	AVP
38	IGT	MO-22-IGT-10-56	QNX6.3.2-0005	QNX PKG	AVP
39	IGT	MO-22-IGT-10-114	HARDWARE	N/A	MEI CASHFLOW SC66
40	IGT	MO-22-IGT-10-114	HARDWARE	N/A	MEI CASHFLOW SC66
41	IGT	MO-22-IGT-10-114	HARDWARE	N/A	MEI CASHFLOW SC66
42	IGT	MO-22-IGT-10-114	HARDWARE	N/A	MEI CASHFLOW SC66
43	KONAMI GAMING INC.	MO-07-KON-10-16	ADJF103G23	Game Program	African Diamond Jewels of the Wild
44	KONAMI GAMING INC.	MO-07-KON-10-16	ADJF103G23	Game Program	African Diamond Jewels of the Wild
45	KONAMI GAMING INC.	MO-07-KON-10-16	ADJF103G23-CF	Sound/Graphics	African Diamond Jewels of the Wild
46	KONAMI GAMING INC.	SY-22-KON-10-01	namb2.bin	2.10.15E	N/A
47	KONAMI GAMING INC.	SY-22-KON-10-01	BoardCollector.jar	2.10.46	N/A
48	SHUFFLE MASTER	MO-73-SHU-10-06	CardRec	4.0.026	N/A
49	SHUFFLE MASTER	MO-73-SHU-10-06	i-Deal_CardRec_4.0.026_setup.enc1	4.0.026	N/A
50	SHUFFLE MASTER	MO-73-SHU-10-06	i-Verify	1.0.011	N/A
51	SHUFFLE MASTER	MO-73-SHU-10-06	i-Deal_i-Verify_1.0.011_setup.enc1	1.0.011	N/A
50a	SHUFFLE MASTER	MO-73-SHU-10-15	i-Verify	1.0.012	N/A
51a	SHUFFLE MASTER	MO-73-SHU-10-15	i-Deal_i-Verify_1.0.012	1.0.012	N/A
52	SHUFFLE MASTER	MO-73-SHU-10-06	i-Deal	3.8.001	N/A
53	SHUFFLE MASTER	MO-73-SHU-10-06	i-Deal_ver3.8.001_setup.enc1	3.8.001	N/A
54	WMS	PA-73-WMS-04-01	HARDWARE	A-006672-03	BLUEBIRD
55	WMS	SY-66-WMS-08-01	LAP-SYS-19	LAP-SYS-19	LOCAL AREA PROGRESSIVE CONTROLLER
56	WMS	SY-66-WMS-08-01	admin.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
57	WMS	SY-66-WMS-08-01	controller.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
58	WMS	SY-66-WMS-08-01	device.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
59	WMS	SY-66-WMS-08-01	enrollment.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
60	WMS	SY-66-WMS-08-01	error.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER

	Manufacturer	File Number	ID Number	Version	Game Name
61	WMS	SY-66-WMS-08-01	index.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
62	WMS	SY-66-WMS-08-01	jackpot.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
63	WMS	SY-66-WMS-08-01	load_game.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
64	WMS	SY-66-WMS-08-01	logging_handlers.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
65	WMS	SY-66-WMS-08-01	log.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
66	WMS	SY-66-WMS-08-01	monitor.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
67	WMS	SY-66-WMS-08-01	page_elements.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
68	WMS	SY-66-WMS-08-01	theme.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
69	WMS	SY-66-WMS-08-01	utils.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
70	WMS	SY-66-WMS-08-01	wmsProgCon	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
71	WMS	SY-66-WMS-08-01	ghost_group.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
72	WMS	SY-66-WMS-08-01	progressive.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
73	WMS	SY-66-WMS-08-01	FC3-LAP-1.3.3	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
74	WMS	MO-22-WMS-08-96	HARDWARE	75167	WIZARD OF OZ-WICKED RICHES
75	WMS	MO-52-WMS-08-03	HARDWARE	A-021838-04.**	BB2
76	WMS	SY-66-WMS-08-01	jackpot_sql_defines.py	1.3.3	LOCAL AREA PROGRESSIVE CONTROLLER
77	WMS	MO-296-WMS-09-02	HARDWARE	20-025286-00-00	N/A
78	WMS	MO-22-WMS-10-42	DB79-000-1020	1020/H13.10	HOT HOT SUPER RESPIN: WISH YOU WERE HERE
79	WMS	MO-22-WMS-10-43	DB78-000-1020	1020/H13.10	HOT HOT SUPER RESPIN: RECORD JACKPOTS
80	WMS	PA-73-WMS-10-01	HARDWARE	A-025204-00-YY-ZZZ	BLUEBIRD XD
81	WMS	PA-73-WMS-10-01	HARDWARE	A-025938-00-YY	BLUEBIRD XD
82	WMS	MO-22-WMS-10-50	DC11-000-1030	1030 H13.10	PANDA RICHES
83	WMS	MO-08-WMS-10-03	SC05-000-1030C0	1030/H9.23	G+ MECHANICAL 5 REEL; TREASURES OF MACHU PICCHU
84	WMS	MO-22-WMS-10-78	SC06-000-1030C0	1030/H9.23	G+ Mechanical 5 Reel: Rose of Cairo
85	WMS	MO-22-WMS-10-72	SSSG-000-1653	1653 H13.15	OPERATING SYSTEM SOFTWARE

Manufacturer	File Number	ID Number	Version	Game Name
86	WMS	MO-22-WMS-10-88	GUN001410	GEN II - UNIVERSAL SINGLE BARCODE VERSION 20-025429-00-02
87	WMS	PA-73-WMS-10-01	MACHINE	SS1.2 BLUEBIRD XD
88	WMS	MO-209-WMS-10-14	SE09-000-1020	1020/H9.23 WIZARD OF OZ - OVER THE RAINBOW
89	WMS	MO-22-WMS-10-47	DC08-000-1040	1040 H13.10 Royal Unicorn

Recommend Conditional Approval

Manufacturer	File Number	ID Number	Version	Game Name
1	Public Domain	Table Game		Omaha Poker based on Lottery Approval July 14

Recommend Revocation

Manufacturer	File Number	ID Number	Version	Game Name
1	WMS	M0-08-WMS-09-05	SC06-000-1020C0	1020 H9.23 Rose of Cairo remove by 30 Sep 2010
2	WMS	M0-22-WMS-090-11	SB79-000-1050	1050/H9.22 Hot Hot Respin Wish you were here
3	WMS	M0-22-WMS-090-12	SB78-000-1040	1050/H9.22 Hot Hot Respin Record Jackpot