

KANSAS RACING AND GAMING COMMISSION

MINUTES – APRIL 19, 2013

CALL TO ORDER:
(A.)

Chairman Jay Shadwick called the April 19, 2013, meeting to order at 10:00 a.m. at 700 SW Harrison, Auditorium B, Suite 460, Topeka, Kansas. In addition to Chairman Shadwick, Commissioners Timothy Shultz, Dennis McKinney, R. Eileen King and David H. Moses were present at the meeting. Others present included Executive Director Richard Petersen-Klein, Director of Security Don Brownlee, Interim Director of Administration and Finance Brandi White, General Counsel Judith Taylor, Interim Director of IT and Electronic Security Dennis Bachman, recording secretary Chris Vega and other staff.

MOTION, APPROVE
AGENDA:
(B.)

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

MOTION, APPROVE
MARCH 15, 2013,
MEETING MINUTES:
(C.)

Commissioner Shultz (McKinney) moved to approve the minutes of March 15, 2013. Motion passed unanimously.

MOTION, APPROVE
CONSENT AGENDA:
(D.)

Commissioner Shultz (McKinney) 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 that:

- March 2013 was a record month with the highest gaming revenue since opening.
- March came in approximately 8% over 2012 revenue and approximately 29% over February 2013.
- BHCR was positively impacted by five weekends in March and a drawing for a Polaris Ranger on March 31, 2013, that drew record crowds.

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

Scott Cooper, General Manager, reported that:

- March 2013 admissions per day were 14% higher than February 2013.
- March revenue numbers:
 - Total gaming revenue up 15% from February 2013.
 - Slot coin-in (Handle) up 20% from February 2013.
 - Slot win up 20% from February 2013. March hold flat to February 2013.
 - Table game drop up 14% from February 2013.
 - Table game win down 11% from the year before. Hold 18.6% vs. 24.3% in February.

- Poker room revenue daily average up 23% from February 2013.
- Construction work on the Arena conversion is on schedule.

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

Bob Sheldon, General Manager, reported that:

- March was strong in terms of overall gaming revenues and visitation; however, the casino experienced some significant revenue loss during a few days due to a large snowstorm.
- Total gaming revenue was \$11.9 million, an increase of 14% over February and an increase of 9% or \$1.0 million over March 2012.
- Table games revenue was \$1.7 million, 7% greater than February, but down 13% from March 2012.
- Slot revenue was \$10.2 million, an increase of 16% over February 2013 and 14% over March 2012.
- Hollywood Casino introduced some March Madness basketball related promotions in the food and beverage operation which drove some good visitation to Turn 2 sports bar & restaurant.
- Monthly casino promotions and food specials proved successful.

COMMISSION ITEMS;
(F.1.)

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

PUBLIC COMMENTS;
(G.)

There were no public comments at this meeting.

STAFF REPORTS;
(H.1)

Mr. Petersen-Klein, reported that:

- Voluntary Exclusion Program (VEP) has over 400 enrolled through the end of March. One participant applied for and finished the process of removal from the Voluntary Exclusion Program. The next KRGC Commission meeting will be held on May 17, 2013.

MOTION, EXECUTIVE
SESSIONS:
(I.1.-2.)

Chairman Shadwick moved that the commission go into executive session for the purpose of (1) attorney-client communication, 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 combined time for the executive sessions was anticipated to be one hour, from 10:30 a.m. until 11:30 a.m., preceded by a 15 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 Shultz (King) made a motion to adjourn to executive session. Motion passed unanimously.

RECONVENE: The commission meeting reconvened at 11:28 a.m. with all members present.

MOTION REGARDING LICENSES: (J.1.) Commissioner King (Shultz) moved to *deny* five applicants from the April 19, 2013, Background List referred to the commission for action (the "List"). Motion passed unanimously.

MOTION TO CONDITIONALLY APPROVE: (J.1.) Commissioner King (Shultz) moved to *conditionally approve* with the extension of temporary work permits, three license applications from the List. Motion passed unanimously.

MOTION TO APPROVE LICENSES: (J.1.) Commissioner King (Shultz) moved to approve the remaining 219 license applications appearing on the List. Motion passed unanimously.

ADJOURN: (K.) Commissioner Shultz (King) moved to adjourn the meeting. Motion passed unanimously. The commission meeting adjourned at 11:31 a.m.

SUBMITTED BY:

(Signature on File)

R. Eileen King
Secretary

APPROVED BY:

(Signature on File)

Jay Shadwick
Chair