

KANSAS RACING AND GAMING COMMISSION

MINUTES – MAY 17, 2013

- CALL TO ORDER:
(A.)
- Chairman Jay Shadwick called the May 17, 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, R. Eileen King and David H. Moses were present at the meeting. Commissioner Dennis McKinney was absent. 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 Moses (Shultz) moved to approve the agenda. Motion to approve the agenda passed unanimously.
- MOTION, APPROVE
APRIL 19, 2013, MEETING
MINUTES:
(C.)
- Commissioner King (Moses) moved to approve the minutes of April 19, 2013. Motion passed unanimously.
- MOTION, APPROVE
CONSENT AGENDA:
(D.)
- Commissioner Shultz (King) 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:
- For the month of April 2013, BHCR increased revenue over April 2012 by just over 3%. This was due to an increase in marketing promotional activity.
- LOTTERY GAMING
FACILITY
REPORTS/ITEMS;
KANSAS STAR:
(E.2.)
- Wendy Runde, Assistant General Manager, reported that:
- April 2013 admissions per day were down 2.5% from March 2013.
 - April revenue numbers:
 - Total gaming revenue down 10.9% from March 2013.
 - Slot coin-in (Handle) down 13.6% from March 2013.
 - Slot win down 8% from March 2013. April hold up .02% from March 2013.
 - Table game drop down 13.6% from March 2013.
 - Table game win down 2.5% from March. Hold 21.0% vs. 18.6% in March.
 - Poker room revenue daily average down 4% from March 2013.

- Construction work on the Arena conversion is on schedule.

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

Dean Doria, Vice President of Marketing, reported that:

- April 2013 gaming revenues were strong and showed a nice increase over April of 2012.
- Total gaming revenue was \$11.0 million for April 2013 which was \$1.7 million or 18% greater than April 2012.
- Table games revenue was \$1.7 million, which was \$190,000 or 10% less than prior year.
- Slot revenue was \$9.3 million, an increase of \$1.9 million or 25% over the prior year.
- The STP 400 NASCAR Sprint Cup race, as well as the Camping World Truck Series race, took place over the weekend of April 19th. These events were well attended as were a number of events surrounding the race activities. Traffic concerns were minimal.
- Other promotions throughout the month included a \$20,000 prize drawing, and a Tax Day Giveaway. Both drew nice attendance as did the other regular monthly promotional programming in slots, poker and food and beverage.

PUBLIC COMMENTS;
(F.)

There were no public comments at this meeting.

STAFF REPORTS;
(G.)

Mr. Petersen-Klein, reported that:

- Voluntary Exclusion Program (VEP) is tracking and there is nothing out of the ordinary to report.
- The Legislature will be sweeping greyhound funds in the amount of \$80,000 to sponsor the Air Capital Classic and United States Golf Association's National Men's Public Links golf tournaments.

MOTION, EXECUTIVE
SESSIONS:
(H.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 and five minutes, from 10:15 a.m. until 11:30 a.m., preceded by a 10 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 11:30 a.m. with all members present. Commissioner King (Shultz) moved to extend the executive session for an additional twenty minutes and reconvene again at 11:50 a.m. Motion passed unanimously.

MOTION REGARDING
LICENSES:
(I.1.)

Commissioner King (Moses) moved to *deny* four applicants from the May 17, 2013, Background List referred to the commission for action (the "List"). Motion passed unanimously.

MOTION TO
CONDITIONALLY
APPROVE LICENSES
WITH EXTENSION:
(I.1.)

Commissioner King (Moses) moved to *conditionally approve* with the extension of temporary work permits, two license applications from the List. Motion passed unanimously.

MOTION TO
CONDITIONALLY
APPROVE LICENSES
(I.1.)

Commissioner King (Moses) moved to *conditionally approve* two license applications from the List. Motion passed unanimously.

MOTION TO APPROVE
LICENSES:
(I.1.)

Commissioner King (Shultz) moved to *approve* the remaining 196 license applications appearing on the List. Motion passed unanimously.

ADJOURNMENT:
(J.)

Commissioner Shultz (King) moved to adjourn the meeting. Motion passed unanimously. The commission meeting adjourned at 11:54 a.m.

SUBMITTED BY:

(Signature on File)

Timothy A. Shultz
Vice-Chair

APPROVED BY:

(Signature on File)

Jay Shadwick
Chair