

KANSAS RACING AND GAMING COMMISSION

MINUTES – DECEMBER 13, 2019

CALL TO ORDER
(A.)

Chairman Brandon Jones called the December 13, 2019 meeting to order at 10:00 a.m. The meeting was held in the East Tower Conference Room of the Eisenhower State Office Building, 700 SW Harrison, in Topeka, KS. Commissioners David Moses, Kelly Kultala, Larry Turnquist, and Dave Myres were also present. Others present included Executive Director Don Brownlee, General Counsel Judith Taylor, Director of Administration, Audit, and Finance Brandi White, Director of Electronic Security and I.T. Dennis Bachman, Director of Electronic Gaming Roger Bailey, Director of Security Joe Herridge, Recording Secretary Sarah Lynch-Chaput, and other staff.

MOTION, APPROVE
AGENDA
(B.)

Commissioner Turnquist (Myres) moved to approve the agenda. Motion carried unanimously.

MOTION, APPROVE
NOVEMBER 15, 2019
MEETING MINUTES
(C.1.)

Commissioner Myres (Turnquist) moved to approve the minutes of the November 15, 2019 meeting. Motion carried unanimously.

MOTION, APPROVE
CONSENT AGENDA
(D.)

Commissioner Turnquist (Myres) moved to approve the consent agenda. Motion carried unanimously.

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

Diane Giardine, General Manager, reported:

- November 2019 revenue numbers compared to November 2018:
 - Total gaming revenue increased 7.09%
 - Total slot revenue increased 11.59%
 - Table games revenue decreased 21.51%
- Past Promotions and Events:
 - Veteran's Day Free Lunch
 - Can Am Defender Giveaway
 - Wine Pairing Dinner
 - Community Christmas Tree Lighting, November 25th
 - Thanksgiving Day Lunch Buffet
 - Black Friday Mystery Money
- Upcoming Promotions and Events:

LOTTERY GAMING
FACILITY
REPORTS/ITEMS; KANSAS
CROSSING CASINO
(E.4.a.)

- Winning Hand Promotion, Fridays in November
- Tippins Pie Giveaway, November 27th
- Topsy's Popcorn Giveaway, December 6th
- Winner's Party, December 7th
- Upcoming Events and Promotions:
 - Drop and Win, December 13th
 - Raid the Workshop Giveaway, December 14th
 - Tippins Pie Giveaway, December 21st
 - New Year's Eve Party and Drawing, December 31st

Doug Fisher, General Manager, reported:

- November 2019 revenue numbers compared to November 2018:
 - Admissions increased 8.3%
 - Net slot revenue increased 13%
 - Table games revenue flat
 - Net gaming revenue increased 13%
- Past Events and Promotions:
 - Jason Boland and the Stragglers, November 9th
 - Josh Abbott Band, November 16th
 - Dueling Pianos, November 22nd and 23rd
 - Bank Account Bonanza, November 23rd
 - Bills, Bills, Bills Event, November 29th
 - Gene Watson, December 6th
 - Wednesdays in November – Camp 49 Events
 - Thursdays in November – Slot Tournaments
 - Saturdays in November – Invited Guests Received Thanksgiving Themed Gift
- Upcoming Events and Promotions:
 - Camp 49 Events, December 4th, 11th, and 18th
 - Holiday Rock Hits with Crawford County Philharmonic, December 14th
 - Slot Tournament Finals – Top Prize \$10,000, December 19th
 - Stocking Re-Stuffer \$28,000 Promotion, December 28th
 - Win Free Slot Play for a Year Promotion, December 31st
 - XWE Wrestling, January 4th
 - Great White, January 18th

COMMISSION ITEMS –
OLD BUSINESS
(F.)

There were no old business items.

COMMISSION ITEMS –
NEW BUSINESS
(G.)

There were no new business items.

PUBLIC COMMENTS
(H.)

There were no public comments.

STAFF REPORTS
(I.1.a. and I.2)

Sarah Lynch-Chaput, Paralegal, reported on the Voluntary Exclusion Program statistics for the month of November 2019.

Executive Director Brownlee reported:

- The firearm regulation the commission previously approved was presented to the Joint Committee on Rules and Regulations on November 20, 2019. The committee requested the agency provide the statutory authority to make the regulation, which has been sent to them. The regulation is now scheduled for public hearing at our office on January 7, 2020.
- The Boot Hill management contract with the Kansas Lottery has been extended for an additional fifteen years. As part of the negotiations, Boot Hill agreed to give the state an additional two percent in gaming revenue.
- Boot Hill Casino is having a reception on December 17, 2019 to celebrate their anniversary.
- Larry Moreland, Licensing Manager and Assistant Security Director is retiring effective December 16, 2019. DJ Lopez, previous Security Department Supervisor, has been promoted to fill this position.
- Joe Myers, Government Relations Manager, resigned. Todd Allen, previous Auditor, has been promoted to fill this position.
- The January 17, 2020 commission meeting will take place in Topeka at 10:00 a.m.

MOTION, EXECUTIVE
SESSION; ATTORNEY-

Commissioner Myres (Kultala) moved that the Commission go into executive session for the purpose of confidential attorney-client

CLIENT PRIVILEGE AND
BACKGROUND REPORTS
(J.1, J.2)

privileged communications and reviewing the list of confidential backgrounds for licensing. In addition to the commissioners, those included in the executive sessions were the executive director and general counsel for attorney-client privilege and the commissioners, executive director, general counsel, and director of security for reviewing the list of confidential backgrounds for licensing. The total time for the executive session was anticipated to be thirty minutes 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 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. The motion carried unanimously and the meeting was adjourned to executive session at 10:35 a.m.

RECONVENE

The commission meeting returned to open session at 11:05 a.m. with all members present.

MOTIONS ON LICENSE
APPLICATIONS
(K.)

Commissioner Turnquist (Myres) moved to *deny* one license application and *approve* the remaining 211 license applications from the December 13, 2019 list of background reports referred to the commission for action. Motion carried unanimously.

OTHER BUSINESS
(K.)

Executive Director Don Brownlee requested the commission approve a waiver of internal policy to allow agency staff to stay at the Hilton Hotel at the Tropicana Casino in Las Vegas for the sole purpose of attending the GLI Regulator's Conference in March of 2020. The Tropicana Casino is owned by Penn Gaming which is a parent company of Hollywood Casino at Kansas Speedway.

MOTION ON AGENCY
REQUEST
(K.)

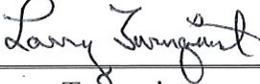
Commissioner Moses (Myres) moved to approve the waiver of agency policy to allow agency staff to stay at the Hilton Hotel at the Tropicana Casino in Las Vegas for the sole purpose of attending the GLI Regulator's Conference in March of 2020. Motion carried unanimously.

ADJOURN
(L.)

The next meeting of the commission is on January 17, 2020 at 10:00 a.m. in Topeka, KS. In addition, the KRGC will be conducting a public hearing on January 7, 2020 at 10:00 a.m. in conference room A on the fifth floor of the Eisenhower State Office Building in Topeka, KS to take public comment on revised regulation K.A.R. 112-105-1.

Commissioner Turnquist (Kultala) moved to adjourn the meeting.
Motion carried unanimously. The meeting was adjourned at 11:10 a.m.

SUBMITTED BY:



Larry Turnquist
Secretary

APPROVED BY:



Brandon Jones
Chairman