

## KANSAS RACING AND GAMING COMMISSION

### MINUTES – JUNE 12, 2020

CALL TO ORDER  
(A.)

Chairman Brandon Jones called the June 12, 2020 meeting to order at 10:00 a.m. The meeting was held via teleconference. Notice of this teleconference was given to the public via the KRGC website, Public Square website, and social media. 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  
MARCH 13, 2020  
MEETING MINUTES  
(C.1.)

Commissioner Moses (Kultala) moved to approve the minutes of the March 13, 2020 meeting. Motion carried unanimously.

MOTION, APPROVE  
CONSENT AGENDA  
(D.)

Commissioner Moses (Kultala) 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:

- Boot Hill Casino was closed March 18 through May 21, 2020.
- March 2020 revenue numbers compared to March 2019:
  - Total gaming revenue decreased 57.6%
  - Total slot revenue decreased 55.5%
  - Table games revenue decreased 70.2%
- May 2020 revenue numbers compared to May 2019:
  - Total gaming revenue decreased 73.4%
  - Total slot revenue decreased 71.8%
  - Table games revenue decreased 91.7%
- Upcoming Promotions:
  - Earn & Eat Mondays
  - Weekly Food and Beverage Specials
  - Comp Point Multiplier Thursdays

- Big Draw
- Ram Truck Giveaway
- Boot Hill Casino furloughed employees for one week in April and has not done any layoffs.

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

Jeff Babinski, Vice President and General Manager, reported:

- Kansas Star Casino closed March 18 through May 23, 2020.
- March 2020 revenue numbers compared to March 2019:
  - Admissions down 52.65%
  - Total gross gaming revenue down 54.2%
  - Slot coin-in down 52.87%
  - Slot hold down 0.21 points
  - Table games drop down 49.15%
  - Table games hold down 3.25 points
  - Poker room revenue down 53.64%
- May 2020 revenue numbers compared to May 2019:
  - Admissions down 80.7%
  - Total gross gaming revenue down 71.4%
  - Slot coin-in down 71%
  - Slot hold up 0.62 points
  - Table games drop down 93.3%
  - Table games hold up 13.4 points
  - Poker room revenue down 100%
- All upcoming events are postponed or canceled through August 2020.
- Kansas Star Casino has not done any layoffs, but has about three hundred team members still on furlough.

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

Rick Skinner, Vice President and General Manager, reported:

- Hollywood Casino at Kansas Speedway closed from March 18 through May 25, 2020.
- March 2020 revenue numbers compared to March 2019:
  - Total gaming revenue was \$6.4 million, a decrease of 55.4%
  - Slot revenue was \$5.7 million, a decrease of 56.8%
  - Table games revenue was \$707,000, a decrease of 39.8%
- May 2020 revenue numbers:
  - Total gaming revenue was \$4.35 million
  - Slot revenue was \$4.25 million

- Table games revenue was \$96,000
- No upcoming events.
- Hollywood Casino furloughed employees while maintaining benefits and has not done any layoffs.

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

Jeff McCain, General Manager, reported:

- Kansas Crossing Casino closed from March 18 through May 22, 2020.
- May 2020 revenue numbers compared to May 2019:
  - Admissions decreased 80.8%
  - Net slot revenue decreased 66.4%
  - Table games revenue decreased 90.5%
  - Net gaming revenue decreased 64.6%
- March promotional offers were extended into May.
- June Events and Promotions:
  - Bank Account Bonanza
  - Hot Seats on Tuesdays and Thursdays
  - Multiplier Madness on Tuesdays
  - Camp 49 Wednesdays
- Kansas Crossing has not done any layoffs, but still has approximately forty employees on furlough.

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 months of March, April and May 2020.

Executive Director Brownlee reported:

- The KRGK Topeka office remains closed. Governor Kelly has requested state agencies remain closed through at least the end of June, then bring back office operations gradually.

- KRGC IT Department had the agency in a good place to allow employees to work remotely.
- The Legislature adjourned *sine die* with no sports wagering legislation passed.
- The KRGC budget passed and was approved as presented; however, all state agencies have been asked to reduce spending, freeze hiring for all but essential positions, and freeze employee raises. Although KRGC is not funded through the general fund, KRGC has been asked to follow these guidelines.
- Most of the tribal casinos in Kansas have reopened.
- The Bureau of Indian Affairs has approved land in trust status in Park City, KS for the Wyandotte tribe of Oklahoma. This would open the door for the tribe to operate a casino on the land. The tribe could open a class two casino without state involvement. A class three casino would require a compact with the state.
- The decision of whether to hold the July 17, 2020 commission meeting in person or by teleconference would be decided at a later date.

DISCIPLINARY REVIEW  
PROCESS (J.)

Michelle Stamport, respondent for KRGC Case No. 2020-2001, submitted a hearing waiver; therefore, a hearing was no longer required.

MOTION TO ACCEPT  
HEARING WAIVER FOR  
KRGC CASE NO. 2020-2001

Commissioner Moses (Kultala) moved that the Commission accept the hearing waiver for KRGC Case No. 2020-2001 in the matter of Michelle Stamport. Motion carried unanimously.

EXECUTIVE SESSION;  
ATTORNEY-CLIENT  
PRIVILEGE AND  
BACKGROUND REPORTS  
(K.)

Due to the logistical issues of holding an executive session in the middle of the teleconference, the executive session was held immediately prior to the meeting. Prior notice of this change was given in the meeting agenda posted on the KRGC website. This procedure will only be used while the commissioners and KRGC staff are working from home due to the COVID-19 pandemic. The executive session was held for the purpose of confidential attorney-client 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. No action was taken in executive session, and the subjects discussed were limited as previously described.

MOTIONS ON LICENSE  
APPLICATIONS  
(L.)

Commissioner Turnquist (Myres) moved to *conditionally approve* three license applications and *approve* the remaining 200 license applications from the June 12, 2020 list of background reports referred to the commission for action. Motion carried unanimously.

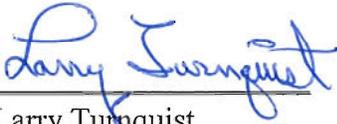
OTHER BUSINESS  
(L.)

No other business.

ADJOURN  
(M.)

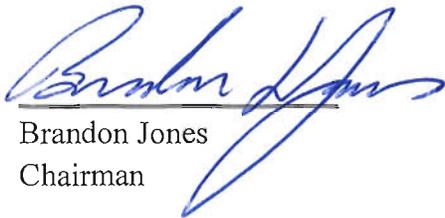
The next meeting of the commission is on July 17, 2020 at 10:00 a.m. The meeting format will be decided and announced at a later time. Commissioner Moses (Turnquist) moved to adjourn the meeting. Motion carried unanimously. The meeting was adjourned at 10:45 a.m.

SUBMITTED BY:



Larry Turnquist  
Secretary

APPROVED BY:



Brandon Jones  
Chairman