

4. Regarding the licenses of The Racing Association of Kansas, The Racing Association of Kansas Southeast, Wichita Greyhound Charities, Kansas Racing LLC, Wichita Greyhound Park and Wichita Greyhound Park/Camptown

Commission Action: *Commission review, consideration and possible action*

Staff Presentation: Stephen Martino, Executive Director

Staff Recommendation: None

- a. [Staff Memo](#)
- b. Kansas Racing LLC/The Racing Association of Kansas East
 - i. [The Woodlands Reopening Plan](#)
 - ii. [TRAK-East Letter](#)
 - iii. [Kansas Thoroughbred Association Letter](#)
- c. Wichita Greyhound Park/Wichita Greyhound Charities
 - i. [Wichita Greyhound Park Reopening Plan](#)
 - ii. [Kansas Greyhound Association Correspondence](#)
 - iii. [Kansas Quarter Horse Racing Association Correspondence](#)
- d. Wichita Greyhound Park-Camptown/The Racing Association of Kansas Southeast
 - i. [Wichita Greyhound Park Reopening Plan](#)
 - ii. [Kansas Greyhound Association Correspondence](#)
 - iii. [TRAK-SE Correspondence](#)
 - iv. [Kansas Quarter Horse Racing Association Correspondence](#)

F. PUBLIC COMMENTS

G. STAFF REPORTS

1. Executive Director
 - a. [Commission Calendar](#)
2. Director of Responsible Gambling

H. EXECUTIVE SESSION

1. Attorney-client communication
2. Background investigation reports
3. Personnel

I. OTHER BUSINESS/FURTHER COMMISSION ACTION

1. Discussion, consideration and possible action on licenses:

a. Boot Hill Casino

i. Morgan Riekenberg Admin. Asst. to the General Manager

b. GTECH Corp.:

i. Jeris Anderson Administrative Coordinator

ii. Troy Baird Computer Operator

iii. Sean Bollig Field Service Technician

iv. Virgil Croxell Field Service Technician

v. David Franco Systems Engineer

vi. John Griffin Systems Engineer

vii. Kathy Pfannenstiel Information Technology Specialist

viii. Thomas Robichaud Software Developer

ix. Jeffery Skinner Marketing Representative

J. ADJOURNMENT

KANSAS RACING AND GAMING COMMISSION

MINUTES – AUGUST 14, 2009

- CALL TO ORDER:
(A.) Vice Chair Braun called the August 14, 2009, meeting to order at 10:05 am at 700 SW Harrison, Auditorium A, Suite 450, Topeka, Kansas. Commissioners Braun, Falstad, and Schwan were present at the meeting. Commissioners Sader and McKechnie participated by telephone. Others present included Executive Director Stephen Martino; Director of Audit/Electronic Security Charles LaBoy; Director of Security Don Brownlee; Director of Communications/Responsible Gaming Mike Deines; Director of Administration Don Cawby; Special Assistant Attorney General Jay Hall, Commission Recording Secretary Linda Pendarvis and other staff.
- AMENDMENTS TO THE AGENDA:
(B.) Mr. Martino suggested the following amendments to the agenda:
- (D.) no report from the Kansas Lottery
 - (J.1.) no need for attorney-client communication
- MOTION, APPROVE AGENDA:
(B.) Commissioner Falstad (Schwan) moved to approve the agenda as amended and re-number the agenda accordingly. Motion passed unanimously.
- MOTION, APPROVE JULY 17, 2009 MEETING MINUTES:
(C.) One sentence under (I.1.) was expanded to add, “. . . on the revocation of parimutuel licenses.” Commissioner Schwan (Falstad) moved to approve the minutes of the July 17, 2009, commission meeting as amended. Motion passed unanimously.
- LOTTERY GAMING FACILITY REPORTS/ITEMS:
(D.) The commission heard Clark Stewart, president of Butler National Corporation d/b/a Boot Hill Casino and Resort. Mr. Stewart provided a hand-out with illustrations of construction progress to date. He reported that construction remains on target with the building ready in late October and opening for December. Staffing is in process and is estimated to number 286 people when the facility opens. Gaming machines will be ordered by the end of next week with expected arrival between the middle of October and the middle of November. Systems are currently being tested.
- COUNTY FAIR RACING REPORTS:
(E.)
1. The commission heard Rita Osborn report on the Eureka Downs horse meet. The meet increased from six to 10 days. Attendance was almost double what it was last year.
 2. Dan Bird reported on the horse/greyhound meet at Anthony Downs. Total figures have not been finalized, but attendance was nearly double what it was last year. This was the second best year for attendance and handle in 16 years.
 3. Brandi Baer presented the Parimutuel Auditor Report.
 4. Dr. Patrick Regier presented the Animal Health Report.

5. Charles LaBoy presented the Steward/Judge report.

COMMISSION ITEMS:
(F.)

There were no commission items.

CALL FOR PUBLIC
COMMENTS:
(G.)

Vice chair Braun called for public comments:

- Gary Smith – Kansas Thoroughbred Association

STAFF REPORT,
MARTINO:
(H.1.)

The commission heard a staff report from Mr. Martino:

- KRGC, the Lottery Commission, and Boot Hill are now having a bi-weekly conference call. The first call has taken place and was positive and productive.
- KRGC executive staff has also begun meeting bi-weekly with the Lottery Commission to discuss issues of mutual interest.
- The hiring process for enforcement officers at Dodge City has begun. Those positions are anticipated to be filled by mid-October.
- Staff is in the process of scheduling Review Board meetings. The Lottery has until August 28 to complete contract negotiations. The Review Board will be meeting in Wyandotte and Sumner counties.
- There is a possibility that the October commission meeting could be in Abilene and the November and December meetings in Dodge City. Details will be provided as they become available.

STAFF REPORT,
DEINES:
(H.2.)

The commission heard a staff report from Mr. Deines:

- KRGC's voluntary exclusion program is now up and running, having been kicked off in Dodge City on August 6.
- KRGC staff participated in the observation of National Responsible Gambling Awareness Week in Dodge City last week. Events included an intercession class on expanded gaming through K-State and a community forum.
- The help line for the Kansas Responsible Gambling Alliance is now up and running and a new website will be operational in the next 30 days. The help line is 800-522-4700, and the web site is www.ksgamblinghelp.com.

STAFF REPORT,
CAWBY:
(H.3.)

The commission heard a staff report from Mr. Cawby:

- Budget wrap-up for FY 2009
 - KRGC voluntarily reduced its budget by \$2.15 million from the gaming fund (37%).
 - At the end of FY 2009 the agency came in another \$318,000 under budget projections (8.5%).
 - Total actual reduction from approved budget was 42%. Total reduction in expenditures was \$340,000 in the racing funds and \$3.3 million in gaming funds, for a total

reduction of approximately 43.5%.

- o FY 2009 ended with just over \$150,000 in the racing fund prior to having the final expenses from Eureka and Anthony. It is estimated that approximately \$59,000 will remain after all expenses are paid. About \$1.3 million remained in the gaming fund as of FY 2009 year end.

END OF CONFERENCE
CALL

Commissioners Sader and McKechnie ended their telephone participation at 11:10 am.

MOTION, EXECUTIVE
SESSION:
(I.1.)

Commissioner Falstad (Schwan) moved that the commission take a 5-minute break, followed by a 30-minute executive session from 11:15 am to 11:45 am for the purpose of reviewing background investigation reports. Motion was amended by Commissioner Schwan (Falstad) to include the following participants in the executive session: the commission, Mr. Martino, Mr. Hall, and Mr. Brownlee. 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 11:45 am with all members present as previously noted.

MOTION, APPROVE
LICENSES:
(J.2.)

Commissioner Falstad (Schwan) moved to approve licenses as follows:

- a. GitChi Gaming, Inc., supplier certificate
- b. GTECH Corp., employee licenses for:
 - i. Patrick Craig Director of Operations
 - ii. Dennis Christian Technology Section Supervisor
 - iii. Marcus Collette Senior Control Room Operator
 - iv. Wayne Crith Computer Operator - Senior
 - v. William G. Davis Field Service Technician
 - vi. Casey L. Fulton Computer Operator - Senior
 - vii. Robert L. Heptig Field Service Manager
 - viii. David J. Hirsch Systems Administrator
 - ix. Derek H. Sparks Computer Operator
 - x. Bradley Steele Computer Operator - Senior
 - xi. Algis Valanciunas General Manager – Kansas and Nebraska
 - xii. Howard E. Warner Field Service Technician

- xiii. Laura Wassam Computer Operator - Senior
 - xiv. Darrell E. Wehmeier Computer Operator
 - xv. Donald Whisler Computer Operator
 - xvi. Mohammed J. Vandal Infrastructure Project Manager
- c. Boot Hill Casino and Resort, employee license for:
- i. Michael J. Tamburelli General Manager
- Motion passed unanimously.

ADJOURN:

Commissioner Schwan (Falstad) moved to adjourn at 11:46 am.
Motion passed unanimously.

SUBMITTED BY:

William Falstad
Secretary

APPROVED BY:

Carol H. Sader
Chair

Kansas Racing and Gaming Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: September 11, 2009

AGENDA ITEM: **Review of FY 2010/FY 2011 Budget**

PRESENTER: Don Cawby, Director of Administration
Neysa Thomas, Chief Fiscal Officer

ISSUE SUMMARY: The agencies annual budget must be submitted to the Division of the Budget on or before September 15, 2008. Prior to submittal, the Commission has to approve the Racing and Gaming Commission budget, as well as the State Gaming Agency budget.

Major items in the KRGC FY 2010 revised budget include:

- A request for a total of just over \$5.0 million from all funding sources and 49.6 FTE positions.
- A reduction of just under \$1.1 million in gaming fund operating expenses in FY 2010 (excluding debt service).
- The regulation of the Boot Hill Casino estimating an opening of December 15, 2009.
- Funding for the Lottery Gaming Facilities Review Board process.
- The closeout of racing operations.

Major items included in the KRGC FY 2011 revised budget include:

- A request for a total of approximately \$10.6 million from all funding sources and 69.0 FTE positions.
- Continuing regulation of the Boot Hill Casino for the full year.
- Regulation of a gaming facility in both Sumner and Wyandotte estimating an opening of January 1, 2011.
- An enhancement request of approximately \$100,000 and 1.0 FTE enforcement agent position for Illegal Gaming Enforcement Operations.
- A transfer to the Gaming Fund of \$645,231 from state gaming revenues to pay the unassigned startup costs (July 1, 2007 to Dec 31, 2008).
- Creation of three new funds, two of which were accidentally omitted from last year's bill.

COMMISSION ACTION REQUIRED/REQUESTED: Commission discussion, consideration and approval of the revised FY 2010 and FY 2011 budget request for the Racing & Gaming Commission and the State Gaming Agency.

STAFF RECOMMENDATIONS: Staff recommends approval of the proposed budget, subject to technical changes to be made upon entering the budget into IBARS, the State Budget System.

Kansas Racing and Gaming Commission
 Expenditures from All Funding Sources
 FY 2007 - FY 2011

	FY 2007 Actual	FY 2008 Actual	FY 2009 Actual	Revised FY 2010 Budget	Submitted FY 2011 Budget
<u>Parimutuel Funds</u>					
2296 - Horse Fair Racing Benefit Fund	\$ 728,602	\$ 554,592	\$ 228,345	\$ 13,376	\$ -
2516 - Kansas Horse Breeding Development Fund	430,219	356,766	151,776	64,859	-
2546 - Live Horse Racing Purse Supplement Fund	-	-	-	-	-
2557 - Live Greyhound Racing Purse Supplement Fund	-	-	-	-	-
2561 - Greyhound Promotion & Development Fund	-	-	-	-	-
2570 - Racing Investigative Expense Fund	-	2,723	1,523	-	-
2601 - Kansas Greyhound Breeding Development Fund	121,867	228,829	125,280	-	-
2616 - Racing Reimbursable Expense Fund Summary	335,635	575,424	184,206	-	-
5131 - State Racing Fund	2,378,324	1,410,642	616,053	111,388	-
Subtotal	<u>\$ 3,994,648</u>	<u>\$ 3,128,976</u>	<u>\$ 1,307,183</u>	<u>\$ 189,623</u>	<u>\$ -</u>
<u>Gaming Funds</u>					
2535 - Expanded Gaming Fund	\$ -	\$ 2,716,910	\$ 3,379,508	\$ 4,132,578	\$ 8,419,608
2997 - Gaming Background Investigations Fund*	-	-	-	191,104	447,776
2998 - Gaming Machine Examination Fund	-	-	-	500,000	1,650,000
2999 - Illegal Gaming Enforcement Fund*	-	-	-	-	98,633
7999 - Training Fee Fund*	-	-	-	-	-
Subtotal	<u>\$ -</u>	<u>\$ 2,716,910</u>	<u>\$ 3,379,508</u>	<u>\$ 4,823,682</u>	<u>\$ 10,616,017</u>
Total Expenses	<u>\$ 3,994,648</u>	<u>\$ 5,845,886</u>	<u>\$ 4,686,691</u>	<u>\$ 5,013,305</u>	<u>\$ 10,616,017</u>

* *New Fund*

Kansas Racing and Gaming Commission
Approved Expenditures from All Funding Sources
FY 2009 - FY 2010

	FY 2009			FY 2010		
	Revised GBR	Legislative Changes	Approved	GBR	Legislative Changes	Approved
<u>Parimutuel Funds</u>						
2296 - Horse Fair Racing Benefit Fund	235,720	-	235,720	-	-	-
2516 - Kansas Horse Breeding Development Fund	323,463	-	323,463	-	-	-
2546 - Live Horse Racing Purse Supplement Fund	-	-	-	-	-	-
2557 - Live Greyhound Racing Purse Supplement Fund	-	-	-	-	-	-
2561 - Greyhound Promotion & Development Fund	33,227	-	33,227	-	-	-
2570 - Racing Investigative Expense Fund	-	-	-	-	-	-
2601 - Kansas Greyhound Breeding Development Fund	177,027	-	177,027	-	-	-
2616 - Racing Reimbursable Expense Fund Summary	153,430	-	153,430	-	-	-
5131 - State Racing Fund	729,296	(5,075)	724,221	-	-	-
Subtotal	1,652,163	(5,075)	1,647,088	-	-	-
<u>Gaming Funds</u>						
2535 - Expanded Gaming Fund	5,888,216	(35,424)	5,852,792	10,685,908	98,662	10,784,570
2997 - Gaming Background Investigations Fund*	-	-	-	-	-	-
2998 - Gaming Machine Examination Fund	800,000	-	800,000	800,000	-	800,000
2999 - Illegal Gaming Enforcement Fund*	-	-	-	-	-	-
7999 - Training Fee Fund*	-	-	-	-	-	-
Subtotal	6,688,216	(35,424)	6,652,792	11,485,908	98,662	11,584,570
Total Expenses	8,340,379	(40,499)	8,299,880	11,485,908	98,662	11,584,570

* *New Fund*

Kansas Racing and Gaming Commission
Expenditures from All Funding Sources
FY 2009 - FY 2011

	FY 2009 Budget	FY 2009 Actual	Difference	FY 2010 Approved Budget	Suggested Change in FY 2010	Revised FY 2010 Budget	Changes to Base FY 2011	Submitted FY 2011 Budget
Parimutuel Funds								
2296 - Horse Fair Racing Benefit Fund	235,720	228,345	(7,375)	-	13,376	13,376	(13,376)	-
2516 - Kansas Horse Breeding Development Fund	323,463	151,776	(171,687)	-	64,859	64,859	(64,859)	-
2546 - Live Horse Racing Purse Supplement Fund	-	-	-	-	-	-	-	-
2557 - Live Greyhound Racing Purse Supplement Fund	-	-	-	-	-	-	-	-
2561 - Greyhound Promotion & Development Fund	33,227	-	(33,227)	-	-	-	-	-
2570 - Racing Investigative Expense Fund	-	1,523	1,523	-	-	-	-	-
2601 - Kansas Greyhound Breeding Development Fund	177,027	125,280	(51,747)	-	-	-	-	-
2616 - Racing Reimbursable Expense Fund Summary	153,430	184,206	30,776	-	-	-	-	-
5131 - State Racing Fund	724,221	616,053	(108,168)	-	111,388	111,388	(111,388)	-
Subtotal	1,647,088	1,307,183	(339,905)	-	189,623	189,623	(189,623)	-
Gaming Funds								
2535 - Expanded Gaming Fund	5,852,792	3,379,508	(2,473,284)	10,784,570	(6,651,992)	4,132,578	4,287,030	8,419,608
2997 - Gaming Background Investigations Fund*	-	-	-	-	191,104	191,104	256,672	447,776
2998 - Gaming Machine Examination Fund	800,000	-	(800,000)	800,000	(300,000)	500,000	1,150,000	1,650,000
2999 - Illegal Gaming Enforcement Fund*	-	-	-	-	-	-	98,633	98,633
7999 - Training Fee Fund*	-	-	-	-	-	-	-	-
Subtotal	6,652,792	3,379,508	(3,273,284)	11,584,570	(6,760,888)	4,823,682	5,792,335	10,616,017
Total Expenses	8,299,880	4,686,691	(3,613,189)	11,584,570	(6,571,265)	5,013,305	5,602,712	10,616,017

* New Fund

Kansas Racing and Gaming Commission

Fund Status Summary

FY 2009 - FY 2011

	FY 2008 Ending Balance	FY 2009 Revenues	FY 2009 Expend	FY 2009 Ending Balance	FY 2010 Revenues	FY 2010 Expend	FY 2010 Ending Balance	FY 2011 Revenues	FY 2011 Expend	FY 2011 Ending Balance
Parimutuel Funds										
2296 - Horse Fair Racing Benefit Fund	176,482	65,239	(228,345)	13,376	-	(13,376)	-	-	-	-
2516 - Kansas Horse Breeding Development Fund	181,346	72,349	(151,776)	101,919	4,549	(64,859)	41,609	-	-	41,609
2546 - Live Horse Racing Purse Supplement Fund	-	-	-	-	-	-	-	-	-	-
2557 - Live Greyhound Racing Purse Supplement Fund	-	-	-	-	-	-	-	-	-	-
2561 - Greyhound Promotion & Development Fund	28,110	11,324	-	39,434	-	-	39,434	-	-	39,434
2570 - Racing Investigative Expense Fund	19,774	1,523	(1,523)	19,774	-	-	19,774	-	-	19,774
2601 - Kansas Greyhound Breeding Development Fund	148,033	64,169	(125,280)	86,922	(34,112)	-	52,810	-	-	52,810
2616 - Racing Reimbursable Expense Fund Summary	25,645	169,983	(184,206)	11,422	50	-	11,472	-	-	11,472
5131 - State Racing Fund	594,613	172,950	(616,053)	151,510	33,496	(111,388)	73,618	-	-	73,618
Subtotal	1,174,003	557,537	(1,307,183)	424,357	3,982	(189,623)	238,716	-	-	238,716
Gaming Funds										
2535 - Expanded Gaming Fund	1,565,090	3,118,112	(3,379,508)	1,303,694	6,723,947	(4,132,578)	3,895,063	6,639,412	(8,419,608)	2,114,867
2997 - Gaming Background Investigations Fund*	-	-	-	-	191,104	(191,104)	-	447,776	(447,776)	-
2998 - Gaming Machine Examination Fund	-	-	-	-	500,000	(500,000)	-	1,650,000	(1,650,000)	-
2999 - Illegal Gaming Enforcement Fund*	-	-	-	-	-	-	-	150,000	(98,633)	51,367
7999 - Training Fee Fund*	-	-	-	-	-	-	-	-	-	-
Subtotal	1,565,090	3,118,112	(3,379,508)	1,303,694	7,415,051	(4,823,682)	3,895,063	8,887,188	(10,616,017)	2,166,234
Total Funds	2,739,093	3,675,649	(4,686,691)	1,728,051	7,419,033	(5,013,305)	4,133,779	8,887,188	(10,616,017)	2,404,950

* New Fund

Kansas Racing and Gaming Commission
 Current Year by Major Object Code
 FY 2010

	Salaries	Contractual	Commodities	Capital Outlay	Grants	Debt Service	Revised FY 2010 Budget
Parimutuel Funds							
2296 - Horse Fair Racing Benefit Fund	-	13,376	-	-	-	-	13,376
2516 - Kansas Horse Breeding Development Fund	-	-	-	-	64,859	-	64,859
2546 - Live Horse Racing Purse Supplement Fund	-	-	-	-	-	-	-
2557 - Live Greyhound Racing Purse Supplement Fund	-	-	-	-	-	-	-
2561 - Greyhound Promotion & Development Fund	-	-	-	-	-	-	-
2570 - Racing Investigative Expense Fund	-	-	-	-	-	-	-
2601 - Kansas Greyhound Breeding Development Fund	-	-	-	-	-	-	-
2616 - Racing Reimbursable Expense Fund Summary	-	-	-	-	-	-	-
5131 - State Racing Fund	94,172	16,540	676	-	-	-	111,388
Subtotal	94,172	29,916	676	-	64,859	-	189,623
Gaming Funds							
2535 - Expanded Gaming Fund	2,531,017	1,301,256	61,900	121,850	-	116,555	4,132,578
2997 - Gaming Background Investigations Fund*	-	191,104	-	-	-	-	191,104
2998 - Gaming Machine Examination Fund	-	500,000	-	-	-	-	500,000
2999 - Illegal Gaming Enforcement Fund*	-	-	-	-	-	-	-
7999 - Training Fee Fund*	-	-	-	-	-	-	-
Subtotal	2,531,017	1,992,360	61,900	121,850	-	116,555	4,823,682
Total Expenses	2,625,189	2,022,276	62,576	121,850	64,859	116,555	5,013,305

* *New Fund*

Kansas Racing and Gaming Commission
 Current Year Requested Changes to Approved Budget
 FY 2010

	FY 2010 Approved Budget	Change					Debt Service	Revised FY 2010 Budget	Percent Change
		Salaries	Contractual	Commodities	Capital Outlay	Grants			
Parimutuel Funds									
2296 - Horse Fair Racing Benefit Fund	-	-	13,376	-	-	-	-	13,376	--
2516 - Kansas Horse Breeding Development Fund	-	-	-	-	-	64,859	-	64,859	--
2546 - Live Horse Racing Purse Supplement Fund	-	-	-	-	-	-	-	-	--
2557 - Live Greyhound Racing Purse Supplement Fund	-	-	-	-	-	-	-	-	--
2561 - Greyhound Promotion & Development Fund	-	-	-	-	-	-	-	-	--
2570 - Racing Investigative Expense Fund	-	-	-	-	-	-	-	-	--
2601 - Kansas Greyhound Breeding Development Fund	-	-	-	-	-	-	-	-	--
2616 - Racing Reimbursable Expense Fund Summary	-	-	-	-	-	-	-	-	--
5131 - State Racing Fund	-	94,172	16,540	676	-	-	-	111,388	--
Subtotal	-	94,172	29,916	676	-	64,859	-	189,623	--
Gaming Funds									
2535 - Expanded Gaming Fund	10,784,570	(710,587)	(74,976)	(57,349)	(245,905)	-	(5,563,175)	4,132,578	(61.68%)
2997 - Gaming Background Investigations Fund*	-	-	191,104	-	-	-	-	191,104	--
2998 - Gaming Machine Examination Fund	800,000	-	(300,000)	-	-	-	-	500,000	(37.50%)
2999 - Illegal Gaming Enforcement Fund*	-	-	-	-	-	-	-	-	--
7999 - Training Fee Fund*	-	-	-	-	-	-	-	-	--
Subtotal	11,584,570	(710,587)	(183,872)	(57,349)	(245,905)	-	(5,563,175)	4,823,682	(58.36%)
Total Expenses	11,584,570	(616,415)	(153,956)	(56,673)	(245,905)	64,859	(5,563,175)	5,013,305	(56.72%)

* *New Fund*

Kansas Racing and Gaming Commission
 Budget Year by Major Object Code
 FY 2011

	Salaries	Contractual	Commodities	Capital Outlay	Grants	Debt Service	Submitted FY 2011 Budget
Parimutuel Funds							
2296 - Horse Fair Racing Benefit Fund	-	-	-	-	-	-	-
2516 - Kansas Horse Breeding Development Fund	-	-	-	-	-	-	-
2546 - Live Horse Racing Purse Supplement Fund	-	-	-	-	-	-	-
2557 - Live Greyhound Racing Purse Supplement Fund	-	-	-	-	-	-	-
2561 - Greyhound Promotion & Development Fund	-	-	-	-	-	-	-
2570 - Racing Investigative Expense Fund	-	-	-	-	-	-	-
2601 - Kansas Greyhound Breeding Development Fund	-	-	-	-	-	-	-
2616 - Racing Reimbursable Expense Fund Summary	-	-	-	-	-	-	-
5131 - State Racing Fund	-	-	-	-	-	-	-
Subtotal	-	-	-	-	-	-	-
Gaming Funds							
2535 - Expanded Gaming Fund	3,665,749	749,180	92,400	262,900	-	3,649,379	8,419,608
2997 - Gaming Background Investigations Fund*	-	447,776	-	-	-	-	447,776
2998 - Gaming Machine Examination Fund	-	1,650,000	-	-	-	-	1,650,000
2999 - Illegal Gaming Enforcement Fund*	73,197	11,136	12,300	2,000	-	-	98,633
7999 - Training Fee Fund*	-	-	-	-	-	-	-
Subtotal	3,738,946	2,858,092	104,700	264,900	-	3,649,379	10,616,017
Total Expenses	3,738,946	2,858,092	104,700	264,900	-	3,649,379	10,616,017

* *New Fund*

Kansas Racing and Gaming Commission
 Budget Year Changes from Current Year
 FY 2011

	Revised FY 2010 Budget	Change					Submitted FY 2011 Budget	Percent Change
		Salaries	Contractual	Commodities	Capital Outlay	Grants		
Parimutuel Funds								
2296 - Horse Fair Racing Benefit Fund	13,376	-	(13,376)	-	-	-	-	(100.00%)
2516 - Kansas Horse Breeding Development Fund	64,859	-	-	-	-	(64,859)	-	(100.00%)
2546 - Live Horse Racing Purse Supplement Fund	-	-	-	-	-	-	-	--
2557 - Live Greyhound Racing Purse Supplement Fund	-	-	-	-	-	-	-	--
2561 - Greyhound Promotion & Development Fund	-	-	-	-	-	-	-	--
2570 - Racing Investigative Expense Fund	-	-	-	-	-	-	-	--
2601 - Kansas Greyhound Breeding Development Fund	-	-	-	-	-	-	-	--
2616 - Racing Reimbursable Expense Fund Summary	-	-	-	-	-	-	-	--
5131 - State Racing Fund	111,388	(94,172)	(16,540)	(676)	-	-	0	(100.00%)
Subtotal	189,623	(94,172)	(29,916)	(676)	-	(64,859)	-	(100.00%)
Gaming Funds								
2535 - Expanded Gaming Fund	4,132,578	1,134,732	(552,076)	30,500	141,050	-	3,532,824	103.74%
2997 - Gaming Background Investigations Fund*	191,104	-	256,672	-	-	-	447,776	134.31%
2998 - Gaming Machine Examination Fund	500,000	-	1,150,000	-	-	-	1,650,000	230.00%
2999 - Illegal Gaming Enforcement Fund*	-	73,197	11,136	12,300	2,000	-	98,633	--
7999 - Training Fee Fund*	-	-	-	-	-	-	-	--
Subtotal	4,823,682	1,207,929	865,732	42,800	143,050	-	3,532,824	120.08%
Total Expenses	5,013,305	1,113,757	835,816	42,124	143,050	(64,859)	3,532,824	111.76%

* *New Fund*

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2296 - Horse Fair Racing Benefit Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to in FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Parimutuel tax - live			-			-		-		-
Parimutuel tax - simulcast	65,239	505,498	(440,259)	-		-		-		-
Admissions tax			-			-		-		-
License fee - individual			-			-		-		-
License fee - business			-			-		-		-
Licesse fee - daily			-			-		-		-
Fines			-			-		-		-
Miscellaneous revenues			-			-		-		-
KSIP transfer out			-			-		-		-
All Other Oper GGD&C			-			-		-		-
Greyhound Tourism Transfer			-			-		-		-
Racing and Gaming Reserve Fund			-			-		-		-
Gaming Machine Income		72,000	(72,000)	-		-		-		-
Transfer Out			-			-		-		-
Total Receipts	65,239	577,498	(512,259)	-	-	-	-	-	-	-
Total Expenses	228,345	235,720	(7,375)	-	13,376	13,376	-	-	-	-
Beginning Cash Balance	176,482					13,376		-		-
Change in Net Assets	(163,106)	341,778		-	(13,376)	(13,376)	-	-	-	-
Ending Cash Balance	13,376					-		-		-

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2296 - Horse Fair Racing Benefit Fund Summary

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	50,610	76,019	(25,409)	-	-	-	-	-	-	-
Contractual Services										
Communication	359					-		-		-
Freight & express						-		-		-
Printing & advertising						-		-		-
Rents						-		-		-
Repairing & servicing						-		-		-
Travel & subsistence	15,744					-		-		-
Fees-other services	6,581					-		-		-
Fees-professional services	21,973				13,376	13,376	(13,376)	-		-
Other contractual services						-		-		-
Total contractual services	44,657	42,291	2,366	-	13,376	13,376	(13,376)	-	-	-
Commodities										
Clothing						-		-		-
Food						-		-		-
Maintenance materials, supplies, parts						-		-		-
Motor vehicle parts, supplies						-		-		-
Professional & scientific supplies	1,362					-		-		-
Stationery & office supplies	74					-		-		-
Other supplies, materials, parts	63					-		-		-
Total commodities	1,499	540	959	-	-	-	-	-	-	-
Grants	131,579	116,870	14,709			-		-		-
Total Expenditures	228,345	235,720	(7,375)	-	13,376	13,376	(13,376)	-	-	-

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2516 - Kansas Horse Breeding Development Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Breakage	29,337		29,337			4,549	(4,549)	-	-	-
Unclaimed Winning Tickets	112,781		112,781			-	-	-	-	-
Other Misc Revenue	(69,768)		(69,768)			-	-	-	-	-
Greyhound Tourism Transfer			-			-	-	-	-	-
Racing and Gaming Reserve Fund			-			-	-	-	-	-
State General Fund			-			-	-	-	-	-
Transfer In			-			-	-	-	-	-
Total Receipts	72,349	-	72,349	-	-	4,549	(4,549)	-	-	-
Total Expenses	151,776	323,463	(171,687)	-	64,859	64,859	(64,859)	-	-	-
Beginning Cash Balance	181,346					101,919		41,609		41,609
Change in Net Assets	(79,427)	(323,463)	244,036	-	(64,859)	(60,310)	60,310	-	-	-
Ending Cash Balance	101,919					41,609		41,609		41,609

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2516 Kansas Horse Breeding Development Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries			-			-		-		-
Contractual Services										
Communication			-			-		-		-
Freight & express			-			-		-		-
Printing & advertising			-			-		-		-
Rents			-			-		-		-
Repairing & servicing			-			-		-		-
Travel & subsistence			-			-		-		-
Fees-other services			-			-		-		-
Fees-professional services			-			-		-		-
Other contractual services			-			-		-		-
Total contractual services	-	-	-	-	-	-	-	-	-	-
Commodities										
Clothing			-			-		-		-
Food			-			-		-		-
Maintenance materials, supplies, parts			-			-		-		-
Motor vehicle parts, supplies			-			-		-		-
Professional & scientific supplies			-			-		-		-
Stationery & office supplies			-			-		-		-
Other supplies, materials, parts			-			-		-		-
Total commodities	-	-	-	-	-	-	-	-	-	-
Grants	151,776	323,463	(171,687)		64,859	64,859	(64,859)		-	-
Total Expenditures	151,776	323,463	(171,687)	-	64,859	64,859	(64,859)	-	-	-

Kansas Racing and Gaming Commission
 Expanded Gaming Fund - Summary of Expenditures
 FY 2010 & 2011

Expanded Gaming Fund

	FY 2009 Actual	FY 2009 Budget	Difference	Approved FY 2010	Revisions to in FY 2010	Revised FY 2010 Budget	Change from FY 2010 to FY 2011	Base FY 2011	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries										
Topeka	1,566,167	2,550,696	(984,529)	2,608,975	(746,428)	1,862,547	538,442	2,400,989	-	2,400,989
LGFRB	283,759	182,935	100,824	-	272,530	272,530	(272,530)	-	-	-
Wyandotte	21,354	-	21,354	-	-	-	-	-	341,906	341,906
Sumner	25,928	-	25,928	-	-	-	-	-	341,906	341,906
Ford	26,410	299,298	(272,888)	632,629	(236,689)	395,940	185,008	580,948	-	580,948
Background invest.	80,517	-	80,517	-	-	-	-	-	-	-
Total Salaries	2,004,135	3,032,929	(1,028,794)	3,241,604	(710,587)	2,531,017	450,920	2,981,937	683,812	3,665,749
Contractual Services										
Topeka	299,661	1,113,948	(814,287)	1,281,232	(887,732)	393,500	(20,000)	373,500	-	373,500
LGFRB	994,908	987,916	6,992	-	703,075	703,075	(703,075)	-	-	-
Wyandotte	8,336	-	8,336	-	20,320	20,320	(20,320)	-	133,548	133,548
Sumner	11,220	-	11,220	-	20,320	20,320	(20,320)	-	170,204	170,204
Ford	4,916	51,250	(46,334)	95,000	69,041	164,041	(92,113)	71,928	-	71,928
Background Invest.	32,821	-	32,821	-	-	-	-	-	-	-
Total Contractual	1,351,861	2,153,114	(801,253)	1,376,232	(74,976)	1,301,256	(855,828)	445,428	303,752	749,180
Commodities										
Topeka	15,446	85,474	(70,028)	95,249	(49,649)	45,600	(5,400)	40,200	-	40,200
LGFRB	3,997	2,933	1,064	-	1,900	1,900	(1,900)	-	-	-
Wyandotte	-	-	-	-	-	-	-	-	14,400	14,400
Sumner	-	-	-	-	-	-	-	-	14,400	14,400
Ford	-	16,000	(16,000)	24,000	(9,600)	14,400	9,000	23,400	-	23,400
Background Invest.	-	-	-	-	-	-	-	-	-	-
Total Commodities	19,443	104,407	(84,964)	119,249	(57,349)	61,900	1,700	63,600	28,800	92,400
Capital Outlay										
Topeka	4,069	440,842	(436,773)	331,255	(241,855)	89,400	22,500	111,900	66,100	178,000
LGFRB	-	-	-	-	-	-	-	-	-	-
Wyandotte	-	-	-	-	-	-	-	-	33,450	33,450
Sumner	-	-	-	-	-	-	-	-	33,450	33,450
Ford	-	121,500	(121,500)	36,500	(4,050)	32,450	(14,450)	18,000	-	18,000
Background Invest.	-	-	-	-	-	-	-	-	-	-
Total Capital Outlay	4,069	562,342	(558,273)	367,755	(245,905)	121,850	8,050	129,900	133,000	262,900
Subtotal Operating	3,379,508	5,852,792	(2,473,284)	5,104,840	(1,088,817)	4,016,023	(395,158)	3,620,865	1,149,364	4,770,229
Debt Service										
Topeka	-	-	-	5,679,730	(5,563,175)	116,555	287,661	404,216	3,245,163	3,649,379
Camptown	-	-	-	-	-	-	-	-	-	-
Wyandotte	-	-	-	-	-	-	-	-	-	-
Sumner	-	-	-	-	-	-	-	-	-	-
Ford	-	-	-	-	-	-	-	-	-	-
Background Invest.	-	-	-	-	-	-	-	-	-	-
Total Debt Service	-	-	-	5,679,730	(5,563,175)	116,555	287,661	404,216	3,245,163	3,649,379
Total Expenditures	3,379,508	5,852,792	(2,473,284)	10,784,570	(6,651,992)	4,132,578	(107,497)	4,025,081	4,394,527	8,419,608

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2535 - Expanded Gaming

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
PMIB Loan Proceeds	2,368,000	850,000	1,518,000	-	-	-	-			-
LGFRB applicant reimbursements		(97,628)	97,628	-	1,010,000	1,010,000	(1,010,000)			-
Woodlands Racino Reimbursement		476,821	(476,821)	565,111	(565,111)	-	-			-
Camptown Racino Reimbursement		-	-	-	-	-	-			-
Cherokee Casino Reimbursement		-	-	-	-	-	-			-
Wyandotte Casino Reimbursement	75,000	-	75,000	-	2,107,052	2,107,052	(1,554,087)	552,965	1,863,664	2,416,629
Sumner Casino Reimbursement	75,000	-	75,000	-	1,808,363	1,808,363	(1,339,542)	468,821	1,757,669	2,226,490
Ford Casino Reimbursement	282,941	507,548	(224,607)	789,328	800,939	1,590,267	(412,805)	1,177,462		1,177,462
Indirect reimbursement Topeka expenses		4,190,960	(4,190,960)	4,605,889	(4,605,889)	-	-			-
Background Investigations	352,595	-	352,595	-	208,265	208,265	(34,665)	173,600		173,600
ELARF Transfer		-	-	-	-	-	-		645,231	645,231
Transfer Out	(35,424)	-	(35,424)	-	-	-	-			-
Total Receipts	3,118,112	5,927,701	(2,809,589)	5,960,329	763,618	6,723,947	(4,351,099)	2,372,848	4,266,564	6,639,412
Total Expenses	3,379,508	5,852,792	(2,473,284)	10,784,570	(6,651,992)	4,132,578	(107,497)	4,025,081	4,394,527	8,419,608
Beginning Cash Balance	1,565,090					1,303,694		3,895,063		3,895,063
Change in Net Assets	(261,396)	74,909	(336,305)	(4,824,241)	7,415,610	2,591,369	(4,243,602)	(1,652,233)	(127,963)	(1,780,196)
Ending Cash Balance	1,303,694					3,895,063				2,114,867

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2535 - Expanded Lottery Act Regulation Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	2,004,135	3,032,929	(1,028,794)	3,241,604	(710,587)	2,531,017	450,920	2,981,937	683,812	3,665,749
Contractual Services										
Communication	63,967	123,711	(59,744)	136,711	(65,111)	71,600	2,800	74,400	16,800	91,200
Freight & express	879	6,750	(5,871)	5,550	(1,500)	4,050	150	4,200	3,300	7,500
Printing & advertising	191	750	(559)	750	150	900	-	900	-	900
Rents	225,299	305,401	(80,102)	247,251	(19,501)	227,750	(24,650)	203,100	15,400	218,500
Repairing & servicing	4,115	11,000	(6,885)	11,900	(4,150)	7,750	50	7,800	1,100	8,900
Travel & subsistence	116,678	138,195	(21,517)	159,195	2,832	162,026	(88,698)	73,328	115,552	188,880
Fees-other services	72,390	58,123	14,267	111,123	(45,923)	65,200	(23,200)	42,000	24,000	66,000
Fees-professional services	861,504	1,023,755	(162,252)	446,745	267,885	714,630	(683,330)	31,300	122,800	154,100
Other contractual services	6,839	485,429	(478,590)	257,007	(209,657)	47,350	(38,950)	8,400	4,800	13,200
Total contractual services	1,351,861	2,153,114	(801,253)	1,376,232	(74,976)	1,301,256	(855,828)	445,428	303,752	749,180
Commodities										
Clothing	-	-	-	-	-	-	-	-	-	-
Food	2,605	-	2,605	-	-	-	-	-	-	-
Maintenance materials, supplies, f	-	11,748	(11,748)	13,748	(11,248)	2,500	1,100	3,600	5,000	8,600
Motor vehicle parts, supplies	5,087	38,702	(33,615)	62,392	(44,492)	17,900	4,300	22,200	8,800	31,000
Professional & scientific supplies	1,661	10,889	(9,228)	12,889	(1,889)	11,000	1,600	12,600	10,000	22,600
Stationery & office supplies	9,163	35,353	(26,190)	29,620	(5,120)	24,500	100	24,600	5,000	29,600
Other supplies, materials, parts	927	7,715	(6,788)	600	5,400	6,000	(5,400)	600	-	600
Total commodities	19,443	104,407	(84,964)	119,249	(57,349)	61,900	1,700	63,600	28,800	92,400
Capital outlay	4,069	562,342	(558,273)	367,755	(245,905)	121,850	8,050	129,900	133,000	262,900
Debt Service										
Interest	-	-	-	679,730	(563,175)	116,555	(66,723)	49,832	604,234	654,066
Principal	-	-	-	5,000,000	(5,000,000)	-	354,384	354,384	2,640,929	2,995,313
Total Debt Service	-	-	-	5,679,730	(5,563,175)	116,555	287,661	404,216	3,245,163	3,649,379
Total Expenditures	3,379,508	5,852,792	(2,473,284)	10,784,570	(6,651,992)	4,132,578	(107,497)	4,025,081	4,394,527	8,419,608

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2535 - Topeka Expanded Gaming

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	1,566,167	2,550,696	(984,529)	2,608,975	(746,428)	1,862,547	538,442	2,400,989	-	2,400,989
Contractual Services										
Communication	50,790	86,711	(35,921)	86,711	(20,711)	66,000	-	66,000	-	66,000
Freight & express	112	5,550	(5,438)	5,550	(3,150)	2,400	-	2,400	-	2,400
Printing & advertising	76	750	(674)	750	150	900	-	900	-	900
Rents	147,309	243,551	(96,242)	243,551	(51,051)	192,500	7,000	199,500	-	199,500
Repairing & servicing	3,987	11,000	(7,013)	11,000	(3,800)	7,200	-	7,200	-	7,200
Travel & subsistence	34,639	86,195	(51,555)	136,195	(104,195)	32,000	3,000	35,000	-	35,000
Fees-other services	48,827	46,123	2,704	96,123	(66,123)	30,000	-	30,000	-	30,000
Fees-professional services	7,615	149,539	(141,924)	446,745	(390,245)	56,500	(30,000)	26,500	-	26,500
Other contractual services	6,305	484,529	(478,224)	254,607	(248,607)	6,000	-	6,000	-	6,000
Total contractual services	299,661	1,113,948	(814,287)	1,281,232	(887,732)	393,500	(20,000)	373,500	-	373,500
Commodities										
Clothing		-	-	-	-	-	-	-	-	-
Food	86	-	86	-	-	-	-	-	-	-
Maintenance materials, supplies, parts		10,748	(10,748)	10,748	(10,748)	-	-	-	-	-
Motor vehicle parts, supplies	3,876	28,702	(24,826)	52,392	(40,392)	12,000	-	12,000	-	12,000
Professional & scientific supplies	1,661	6,889	(5,228)	6,889	(889)	6,000	-	6,000	-	6,000
Stationery & office supplies	8,948	31,620	(22,673)	24,620	(3,020)	21,600	-	21,600	-	21,600
Other supplies, materials, parts	876	7,515	(6,639)	600	5,400	6,000	(5,400)	600	-	600
Total commodities	15,446	85,474	(70,028)	95,249	(49,649)	45,600	(5,400)	40,200	-	40,200
Capital outlay	4,069	440,842	(436,773)	331,255	(241,855)	89,400	22,500	111,900	66,100	178,000
Debt Service										
Interest				679,730	(563,175)	116,555	(66,723)	49,832	604,234	654,066
Principal				5,000,000	(5,000,000)	-	354,384	354,384	2,640,929	2,995,313
Total Debt Service	-	-	-	5,679,730	(5,563,175)	116,555	287,661	404,216	3,245,163	3,649,379
Total Expenditures	1,885,343	4,190,960	(2,305,617)	9,996,441	(7,488,839)	2,507,602	823,203	3,330,805	3,311,263	6,642,068

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2535 - Lottery Gaming Facility Review Board

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	283,759	182,935	100,824	-	272,530	272,530	(272,530)	-		-
Contractual Services										
Communication	13,177	12,000	1,177		-	-	-			-
Freight & express	767	1,200	(433)		-	-	-			-
Printing & advertising	115	-	115		-	-	-			-
Rents	77,990	60,000	17,990		27,550	27,550	(27,550)			-
Repairing & servicing	128	-	128		-	-	-			-
Travel & subsistence	33,551	35,000	(1,449)		14,525	14,525	(14,525)			-
Fees-other services	19,728	5,000	14,728		8,200	8,200	(8,200)			-
Fees-professional services	848,920	874,216	(25,297)		613,650	613,650	(613,650)			-
Other contractual services	534	500	34		39,150	39,150	(39,150)			-
Total contractual services	994,908	987,916	6,992	-	703,075	703,075	(703,075)	-	-	-
Commodities										
Clothing			-		-	-	-			-
Food	2,519		2,519		-	-	-			-
Maintenance materials, supplies, parts			-		-	-	-			-
Motor vehicle parts, supplies	1,211	2,000	(789)		1,500	1,500	(1,500)			-
Professional & scientific supplies			-		-	-	-			-
Stationery & office supplies	216	733	(517)		400	400	(400)			-
Other supplies, materials, parts	51	200	(149)		-	-	-			-
Total commodities	3,997	2,933	1,064	-	1,900	1,900	(1,900)	-	-	-
Capital outlay			-		-	-	-			-
Debt Service										
Interest			-		-	-	-			-
Principal			-		-	-	-			-
Total Debt Service	-	-	-	-	-	-	-	-	-	-
Total Expenditures	1,282,664	1,173,784	108,880	-	977,505	977,505	(977,505)	-	-	-

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2535 - Wyandotte Casino

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	21,354		21,354		-		-	-	341,906	341,906
Contractual Services										
Communication			-		-		-		8,400	8,400
Freight & express			-		-		-		1,650	1,650
Printing & advertising			-		-		-		-	-
Rents			-		-		-		7,700	7,700
Repairing & servicing			-		-		-		550	550
Travel & subsistence	7,099		7,099		12,000	12,000	(12,000)		39,448	39,448
Fees-other services	600		600		8,000	8,000	(8,000)		12,000	12,000
Fees-professional services	637		637		320	320	(320)		61,400	61,400
Other contractual services			-		-		-		2,400	2,400
Total contractual services	8,336	-	8,336	-	20,320	20,320	(20,320)	-	133,548	133,548
Commodities										
Clothing			-		-		-		-	-
Food			-		-		-		-	-
Maintenance materials, supplies, parts			-		-		-		2,500	2,500
Motor vehicle parts, supplies			-		-		-		4,400	4,400
Professional & scientific supplies			-		-		-		5,000	5,000
Stationery & office supplies			-		-		-		2,500	2,500
Other supplies, materials, parts			-		-		-		-	-
Total commodities	-	-	-	-	-	-	-	-	14,400	14,400
Capital outlay			-		-		-		33,450	33,450
Debt Service										
Interest			-		-		-			-
Principal			-		-		-			-
Total Debt Service	-	-	-	-	-	-	-	-	-	-
Total Expenditures	29,690	-	29,690	-	20,320	20,320	(20,320)	-	523,304	523,304

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2535 - Sumner Casino

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	25,928		25,928		-		-	-	341,906	341,906
Contractual Services										
Communication			-		-		-		8,400	8,400
Freight & express			-		-		-		1,650	1,650
Printing & advertising			-		-		-		-	-
Rents			-		-		-		7,700	7,700
Repairing & servicing			-		-		-		550	550
Travel & subsistence	10,605		10,605		12,000	12,000	(12,000)		76,104	76,104
Fees-other services	440		440		8,000	8,000	(8,000)		12,000	12,000
Fees-professional services	175		175		320	320	(320)		61,400	61,400
Other contractual services			-		-		-		2,400	2,400
Total contractual services	11,220	-	11,220	-	20,320	20,320	(20,320)	-	170,204	170,204
Commodities										
Clothing			-		-		-		-	-
Food			-		-		-		-	-
Maintenance materials, supplies, parts			-		-		-		2,500	2,500
Motor vehicle parts, supplies			-		-		-		4,400	4,400
Professional & scientific supplies			-		-		-		5,000	5,000
Stationery & office supplies			-		-		-		2,500	2,500
Other supplies, materials, parts			-		-		-		-	-
Total commodities	-	-	-	-	-	-	-	-	14,400	14,400
Capital outlay			-		-		-		33,450	33,450
Debt Service										
Interest			-		-		-			-
Principal			-		-		-			-
Total Debt Service	-	-	-	-	-	-	-	-	-	-
Total Expenditures	37,148	-	37,148	-	20,320	20,320	(20,320)	-	559,960	559,960

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2535 - Ford Casino

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	26,410	299,298	(272,888)	632,629	(236,689)	395,940	185,008	580,948		580,948
Contractual Services										
Communication		25,000	(25,000)	50,000	(44,400)	5,600	2,800	8,400		8,400
Freight & express		-	-	-	1,650	1,650	150	1,800		1,800
Printing & advertising		-	-	-	-	-	-	-		-
Rents		1,850	(1,850)	3,700	4,000	7,700	(4,100)	3,600		3,600
Repairing & servicing		-	-	900	(350)	550	50	600		600
Travel & subsistence	3,748	17,000	(13,252)	23,000	68,501	91,501	(53,173)	38,328		38,328
Fees-other services	658	7,000	(6,342)	15,000	(4,000)	11,000	1,000	12,000		12,000
Fees-professional services	510	-	510	-	43,840	43,840	(39,040)	4,800		4,800
Other contractual services		400	(400)	2,400	(200)	2,200	200	2,400		2,400
Total contractual services	4,916	51,250	(46,334)	95,000	69,041	164,041	(92,113)	71,928	-	71,928
Commodities										
Clothing		-	-	-	-	-	-	-		-
Food		-	-	-	-	-	-	-		-
Maintenance materials, supplies, parts		1,000	(1,000)	3,000	(500)	2,500	1,100	3,600		3,600
Motor vehicle parts, supplies		8,000	(8,000)	10,000	(5,600)	4,400	5,800	10,200		10,200
Professional & scientific supplies		4,000	(4,000)	6,000	(1,000)	5,000	1,600	6,600		6,600
Stationery & office supplies		3,000	(3,000)	5,000	(2,500)	2,500	500	3,000		3,000
Other supplies, materials, parts		-	-	-	-	-	-	-		-
Total commodities	-	16,000	(16,000)	24,000	(9,600)	14,400	9,000	23,400	-	23,400
Capital outlay	-	121,500	(121,500)	36,500	(4,050)	32,450	(14,450)	18,000		18,000
Debt Service										
Interest		-	-	-	-	-	-	-		-
Principal		-	-	-	-	-	-	-		-
Total Debt Service	-	-	-	-	-	-	-	-	-	-
Total Expenditures	31,326	488,048	(456,722)	788,129	(181,298)	606,831	87,445	694,276	-	694,276

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2535 - Vendor Background Investigations

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	80,517		80,517		-		-			-
Contractual Services										
Communication			-		-		-			-
Freight & express			-		-		-			-
Printing & advertising			-		-		-			-
Rents			-		-		-			-
Repairing & servicing			-		-		-			-
Travel & subsistence	27,036		27,036		-		-			-
Fees-other services	2,138		2,138		-		-			-
Fees-professional services	3,647		3,647		-		-			-
Other contractual services			-		-		-			-
Total contractual services	32,821	-	32,821	-	-	-	-	-	-	-
Commodities										
Clothing			-		-		-			-
Food			-		-		-			-
Maintenance materials, supplies, parts			-		-		-			-
Motor vehicle parts, supplies			-		-		-			-
Professional & scientific supplies			-		-		-			-
Stationery & office supplies			-		-		-			-
Other supplies, materials, parts			-		-		-			-
Total commodities	-	-	-	-	-	-	-	-	-	-
Capital outlay			-		-		-			-
Debt Service										
Interest			-		-					-
Principal			-		-					-
Total Debt Service	-	-	-	-	-	-	-	-	-	-
Total Expenditures	113,338	-	113,338	-	-	-	-	-	-	-

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2561 - Greyhound Promotion & Development Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Miscellaneous revenues		-	-			-		-		-
2% Checkoff Program		8,388	(8,388)	61,642	(61,642)	-		-		-
Greyhound Tourism Transfer	11,324	28,110	(16,786)	28,110	(28,110)	-	-	-		-
State General Fund		-	-			-		-		-
Transfer In	-	-	-			-		-		-
Total Receipts	11,324	36,498	(25,174)	89,752	(89,752)	-	-	-	-	-
Total Expenses	-	33,227	(33,227)	-	-	-	-	-	-	-
Beginning Cash Balance	28,110					39,434		39,434		39,434
Change in Net Assets	11,324	3,271	8,053	89,752	(89,752)	-	-	-	-	-
Ending Cash Balance	39,434					39,434		39,434		39,434

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2561 - Greyhound Promotion & Development Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	-		-			-		-		-
Contractual Services										
Communication	-		-			-		-		-
Freight & express	-		-			-		-		-
Printing & advertising	-		-			-		-		-
Rents	-		-			-		-		-
Repairing & servicing	-		-			-		-		-
Travel & subsistence	-		-			-		-		-
Fees-other services	-		-			-		-		-
Fees-professional services	-		-			-		-		-
Other contractual services	-		-			-		-		-
Total contractual services	-	-	-	-	-	-	-	-	-	-
Commodities										
Clothing	-		-			-		-		-
Food	-		-			-		-		-
Maintenance materials, supplies, p	-		-			-		-		-
Motor vehicle parts, supplies	-		-			-		-		-
Professional & scientific supplies	-		-			-		-		-
Stationery & office supplies	-		-			-		-		-
Other supplies, materials, parts	-		-			-		-		-
Total commodities	-	-	-	-	-	-	-	-	-	-
Grants	-	33,227	(33,227)			-		-		-
Total Expenditures	-	33,227	(33,227)	-	-	-	-	-	-	-

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2570 - Racing Investigative Expense Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Miscellaneous revenues	1,523		1,523	-	-	-		-		-
KSIP transfer out			-	-	-	-		-		-
All Other Oper GGD&C			-	-	-	-		-		-
Greyhound Tourism Transfer			-	-	-	-		-		-
Racing and Gaming Reserve Fund			-	-	-	-		-		-
State General Fund			-	-	-	-		-		-
Transfer Out			-	-	-	-		-		-
Total Receipts	1,523	-	1,523	-	-	-	-	-	-	-
Total Expenses	1,523	-	1,523	-	-	-	-	-	-	-
Beginning Cash Balance	19,774					19,774		19,774		19,774
Change in Net Assets	-	-	-	-	-	-	-	-	-	-
Ending Cash Balance	19,774					19,774		19,774		19,774

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2570 - Racing Investigative Expense Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	1,374		1,374			-		-		-
Contractual Services										
Communication			-			-		-		-
Freight & express			-			-		-		-
Printing & advertising			-			-		-		-
Rents			-			-		-		-
Repairing & servicing			-			-		-		-
Travel & subsistence			-			-		-		-
Fees-other services	149		149			-		-		-
Fees-professional services			-			-		-		-
Other contractual services			-			-		-		-
Total contractual services	149	-	149	-	-	-	-	-	-	-
Commodities										
Clothing			-			-		-		-
Food			-			-		-		-
Maintenance materials, supplies, parts			-			-		-		-
Motor vehicle parts, supplies			-			-		-		-
Professional & scientific supplies			-			-		-		-
Stationery & office supplies			-			-		-		-
Other supplies, materials, parts			-			-		-		-
Total commodities	-	-	-	-	-	-	-	-	-	-
Grants			-			-		-	-	-
Total Expenditures	1,523	-	1,523	-	-	-	-	-	-	-

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2601 - Kansas Greyhound Breeding Development Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Miscellaneous revenues		-	-	-	-	-	-	-	-	-
Breakage		-	-	-	-	-	-	-	-	-
Unclaimed Winning Ticket Proceeds	75,493	170,561	(95,069)	227,415	(227,415)	-	-	-	-	-
Greyhound Tourism Transfer Out		(25,584)	25,584	(34,112)		(34,112)	34,112	-	-	-
Transfer Out - Gaming 25% 2561	(11,324)	126,000	(137,324)	750,000	(750,000)	-	-	-	-	-
Total Receipts	64,169	270,977	(206,808)	943,303	(977,415)	(34,112)	34,112	-	-	-
Total Expenses	125,280	177,027	(51,747)	-	-	-	-	-	-	-
Beginning Cash Balance	148,033					86,922		52,810		52,810
Change in Net Assets	(61,111)	93,950	(155,061)	943,303	(977,415)	(34,112)	34,112	-	-	-
Ending Cash Balance	86,922					52,810		52,810		52,810

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2601 - Kansas Greyhound Breeding Development Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries			-			-		-		-
Contractual Services										
Communication			-			-		-		-
Freight & express			-			-		-		-
Printing & advertising			-			-		-		-
Rents			-			-		-		-
Repairing & servicing			-			-		-		-
Travel & subsistence			-			-		-		-
Fees-other services			-			-		-		-
Fees-professional services			-			-		-		-
Other contractual services			-			-		-		-
Total contractual services			-			-		-		-
Commodities										
Clothing			-			-		-		-
Food			-			-		-		-
Maintenance materials, supplies, parts			-			-		-		-
Motor vehicle parts, supplies			-			-		-		-
Professional & scientific supplies			-			-		-		-
Stationery & office supplies			-			-		-		-
Other supplies, materials, parts			-			-		-		-
Total commodities			-			-		-		-
Grants	125,280	177,027	(51,747)			-		-		-
Total Expenditures	125,280	177,027	(51,747)			-		-		-

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2616 - Revenue - Racing Reimbursable Expense Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Fingerprint Fees	850	21,000	(20,150)		50	50	(50)	-		-
Woodlands Reimbursement		-	-			-		-		-
Salary Reimbursement	169,133	439,790	(270,657)			-		-		-
Camptown Racino Reimbursement			-			-		-		-
Cherokee Casino Reimbursement			-			-		-		-
Wyandotte Casino Reimbursement			-			-		-		-
Sumner Casino Reimbursement			-			-		-		-
Ford Casino Reimbursement			-			-		-		-
KSIP transfer out			-			-		-		-
Miscellaneous revenues			-			-		-		-
State General Fund			-			-		-		-
Transfer Out			-			-		-		-
Total Receipts	169,983	460,790	(290,807)	-	50	50	(50)	-	-	-
Total Expenses	184,206	153,430	-	-	-	-	-	-	-	-
Beginning Cash Balance	25,645					11,422		11,472		11,472
Change in Net Assets	(14,223)	307,360	(321,583)	-	50	50	(50)	-	-	-
Ending Cash Balance	11,422					11,472				11,472

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2616 - Expenses - Racing Reimbursable Expense Fund Summary

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	181,060	146,597	34,463			-		-		-
Contractual Services										
Communication	10		10			-		-		-
Freight & express			-			-		-		-
Printing & advertising			-			-		-		-
Rents			-			-		-		-
Repairing & servicing			-			-		-		-
Travel & subsistence			-			-		-		-
Fees-other services			-			-		-		-
Fees-professional services	3,136	6,833	(3,697)			-		-		-
Other contractual services			-			-		-		-
Total contractual services	3,146	6,833	(3,687)			-		-		-
Commodities										
Clothing			-			-		-		-
Food			-			-		-		-
Maintenance materials, supplies, parts			-			-		-		-
Motor vehicle parts, supplies			-			-		-		-
Professional & scientific supplies			-			-		-		-
Stationery & office supplies			-			-		-		-
Other supplies, materials, parts			-			-		-		-
Total commodities			-			-		-		-
Capital outlay			-			-		-		-
Total Expenditures	184,206	153,430	30,776			-		-		-

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2997 - Gaming Background Investigations Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Gaming Vendor Background Deposits			-	-	191,104	191,104	256,672	447,776		447,776
Non-Gaming Vendor Background Dep.			-			-				-
Miscellaneous revenues			-			-				-
State General Fund			-			-				-
Transfer Out			-			-				-
Total Receipts	-	-	-	-	191,104	191,104	256,672	447,776	-	447,776
Total Expenses	-	-	-	-	191,104	191,104	256,672	447,776	-	447,776
Beginning Cash Balance	-					-		-		-
Change in Net Assets	-	-	-	-	-	-	-	-	-	-
Ending Cash Balance	-					-		-		-

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2997 - Gaming Background Investigations Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	-	-	-	-	-	-	-	-	-	-
Contractual Services										
Communication	-	-	-	-	-	-	-	-	-	-
Freight & express	-	-	-	-	-	-	-	-	-	-
Printing & advertising	-	-	-	-	-	-	-	-	-	-
Rents	-	-	-	-	-	-	-	-	-	-
Repairing & servicing	-	-	-	-	-	-	-	-	-	-
Travel & subsistence	-	-	-	-	53,800	53,800	73,600	127,400	-	127,400
Fees-other services	-	-	-	-	126,504	126,504	168,672	295,176	-	295,176
Fees-professional services	-	-	-	-	10,800	10,800	14,400	25,200	-	25,200
Other contractual services	-	-	-	-	-	-	-	-	-	-
Total contractual services	-	-	-	-	191,104	191,104	256,672	447,776	-	447,776
Commodities										
Clothing	-	-	-	-	-	-	-	-	-	-
Food	-	-	-	-	-	-	-	-	-	-
Maintenance materials, supplies, parts	-	-	-	-	-	-	-	-	-	-
Motor vehicle parts, supplies	-	-	-	-	-	-	-	-	-	-
Professional & scientific supplies	-	-	-	-	-	-	-	-	-	-
Stationery & office supplies	-	-	-	-	-	-	-	-	-	-
Other supplies, materials, parts	-	-	-	-	-	-	-	-	-	-
Total commodities	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	191,104	191,104	256,672	447,776	-	447,776

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2998 - Gaming Machine Examination Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Wyandotte Casino Examination Deposits			-			-	800,000	800,000		800,000
Sumner Casino Examination Deposits			-			-	800,000	800,000		800,000
Ford Casino Examination Deposits		800,000	(800,000)		500,000	500,000	(450,000)	50,000		50,000
Miscellaneous revenues			-			-		-		-
State General Fund			-			-		-		-
Transfer Out			-			-		-		-
Total Receipts	-	800,000	(800,000)	-	500,000	500,000	1,150,000	1,650,000	-	1,650,000
Total Expenses	-	800,000	(800,000)	800,000	(300,000)	500,000	1,150,000	1,650,000	-	1,650,000
Beginning Cash Balance	-							-		-
Change in Net Assets	-	-	-	(800,000)	800,000	-	-	-	-	-
Ending Cash Balance	-					-		-		-

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2998 - Gaming Machine Examination Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries			-			-		-		-
Contractual Services										
Communication			-			-		-		-
Freight & express			-			-		-		-
Printing & advertising			-			-		-		-
Rents			-			-		-		-
Repairing & servicing			-			-		-		-
Travel & subsistence			-			-		-		-
Fees-other services			-			-		-		-
Fees-professional services		800,000	(800,000)	800,000	(300,000)	500,000	1,150,000	1,650,000		1,650,000
Other contractual services			-			-		-		-
Total contractual services	-	800,000	(800,000)	800,000	(300,000)	500,000	1,150,000	1,650,000	-	1,650,000
Commodities										
Clothing			-			-		-		-
Food			-			-		-		-
Maintenance materials, supplies, parts			-			-		-		-
Motor vehicle parts, supplies			-			-		-		-
Professional & scientific supplies			-			-		-		-
Stationery & office supplies			-			-		-		-
Other supplies, materials, parts			-			-		-		-
Total commodities	-	-	-	-	-	-	-	-	-	-
Capital outlay			-			-		-		-
Total Expenditures	-	800,000	(800,000)	800,000	(300,000)	500,000	1,150,000	1,650,000	-	1,650,000

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

2999 - Illegal Gaming Enforcement Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Transfer from ELARF			-	-		-			100,000	100,000
Seized Assets			-			-			50,000	50,000
Miscellaneous Revenues			-			-				-
State General Fund			-			-				-
Transfer Out			-			-				-
Total Receipts	-	-	-	-	-	-	-	-	150,000	150,000
Total Expenses	-	-	-	-	-	-	-	-	98,633	98,633
Beginning Cash Balance	-					-				-
Change in Net Assets	-	-	-	-	-	-	-	-	51,367	51,367
Ending Cash Balance	-					-				51,367

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

2999 - Illegal Gaming Enforcement Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries			-	-		-	-		73,197	73,197
Contractual Services										
Communication			-	-		-	-		1,000	1,000
Freight & express			-	-		-	-			-
Printing & advertising			-	-		-	-			-
Rents			-	-		-	-			-
Repairing & servicing			-	-		-	-	3,000		3,000
Travel & subsistence			-	-		-	-	6,136		6,136
Fees-other services			-	-		-	-			-
Fees-professional services			-	-		-	-			-
Other contractual services			-	-		-	-		1,000	1,000
Total contractual services	-	-	-	-	-	-	-	-	11,136	11,136
Commodities										
Clothing			-	-		-	-			-
Food			-	-		-	-			-
Maintenance materials, supplies, parts			-	-		-	-			-
Motor vehicle parts, supplies			-	-		-	-	10,800		10,800
Professional & scientific supplies			-	-		-	-	1,000		1,000
Stationery & office supplies			-	-		-	-			-
Other supplies, materials, parts			-	-		-	-	500		500
Total commodities	-	-	-	-	-	-	-	-	12,300	12,300
Capital outlay			-	-		-	-		2,000	2,000
Total Expenditures	-	-	-	-	-	-	-	-	98,633	98,633

Kansas Racing and Gaming Commission
State Racing Fund - Summary of Expenditures
FY 2010 & 2011

State Racing Fund

	FY 2009 Actual	Revised FY 2010 Budget	Submitted FY 2011 Budget
Salaries			
Topeka	421,999	94,172	-
Woodlands	104,625	-	-
Total Salaries	526,624	94,172	-
Contractual Services			
Topeka	64,183	16,540	-
Woodlands	19,606	-	-
Total Contractual	83,789	16,540	-
Commodities			
Topeka	5,914	676	-
Woodlands	(498)	-	-
Total Commodities	5,416	676	-
Capital Outlay			
Topeka	224	-	-
Woodlands	-	-	-
Total Capital Outlay	224	-	-
Total Expenses	616,053	111,388	-

Kansas Racing and Gaming Commission
 Budget Worksheet - Receipts
 FY 2010 & 2011

5131 - State Racing Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Receipts										
Parimutuel tax - live	63,873		63,873		9,882	9,882	(9,882)	-		-
Parimutuel tax - simulcast	132,645		132,645			-		-		-
Admissions tax	2,601		2,601		3,347	3,347	(3,347)	-		-
License fee - individual	5,128		5,128		1,517	1,517	(1,517)	-		-
License fee - business	160		160			-		-		-
Licesse fee - daily	5,563		5,563			-		-		-
Fines	4,425		4,425		2,500	2,500	(2,500)	-		-
Miscellaneous revenues	6,402		6,402		16,250	16,250	(16,250)	-		-
KSIP transfer out			-			-		-		-
All Other Oper GGD&C			-			-		-		-
Greyhound Tourism Transfer			-			-		-		-
Racing and Gaming Reserve Fund			-			-		-		-
Operating Transfer In	989		989			-		-		-
Transfer Out	(48,836)		(48,836)			-		-		-
Total Receipts	172,950	-	172,950	-	33,496	33,496	(33,496)	-	-	-
Total Expenses	616,053	724,221	(108,168)	-	111,388	111,388	(111,388)	-	-	-
Beginning Cash Balance	594,613					151,510		73,618		73,618
Change in Net Assets	(443,103)	(724,221)	281,118	-	(77,892)	(77,892)	77,892	-	-	-
Ending Cash Balance	151,510					73,618		73,618		73,618

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

5131 - State Racing Fund

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	526,624	686,593	(159,969)	-	94,172	94,172	(94,172)	-	-	-
Contractual Services										
Communication	9,180			-	468	468	(468)	-	-	-
Freight & express	61			-	-	-	-	-	-	-
Printing & advertising	-			-	-	-	-	-	-	-
Rents	20,827			-	-	-	-	-	-	-
Repairing & servicing	1,540			-	-	-	-	-	-	-
Travel & subsistence	8,854			-	5,121	5,121	(5,121)	-	-	-
Fees-other services	33,244			-	10,603	10,603	(10,603)	-	-	-
Fees-professional services	9,424			-	348	348	(348)	-	-	-
Other contractual services	659			-	-	-	-	-	-	-
Total contractual services	83,789	30,412	53,377	-	16,540	16,540	(16,540)	-	-	-
Commodities										
Clothing	-			-	540	540	(540)	-	-	-
Food	585			-	-	-	-	-	-	-
Maintenance materials, supplies, p	-			-	-	-	-	-	-	-
Motor vehicle parts, supplies	756			-	-	-	-	-	-	-
Professional & scientific supplies	2,384			-	136	136	(136)	-	-	-
Stationery & office supplies	1,431			-	-	-	-	-	-	-
Other supplies, materials, parts	260			-	-	-	-	-	-	-
Total commodities	5,416	7,216	(1,800)	-	676	676	(676)	-	-	-
Capital outlay	224	-	224	-	-	-	-	-	-	-
Total Expenditures	616,053	724,221	(108,168)	-	111,388	111,388	(111,388)	-	-	-

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

5131 - Topeka Pari-mutuel

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	421,999				94,172	94,172	(94,172)	-		-
Contractual Services										
Communication	6,143				468	468	(468)	-		-
Freight & express	61					-		-		-
Printing & advertising						-		-		-
Rents	20,821					-		-		-
Repairing & servicing	1,404					-		-		-
Travel & subsistence	7,445				5,121	5,121	(5,121)	-		-
Fees-other services	18,225				10,603	10,603	(10,603)	-		-
Fees-professional services	9,424				348	348	(348)	-		-
Other contractual services	659					-		-		-
Total contractual services	64,183	-		-	16,540	16,540	(16,540)	-	-	-
Commodities										
Clothing					540	540	(540)	-		-
Food	585					-		-		-
Maintenance materials, supplies, parts						-		-		-
Motor vehicle parts, supplies	756					-		-		-
Professional & scientific supplies	2,896				136	136	(136)	-		-
Stationery & office supplies	1,431					-		-		-
Other supplies, materials, parts	246					-		-		-
Total commodities	5,914	-		-	676	676	(676)	-	-	-
Capital outlay	224					-		-		-
Total Expenditures	492,319	-		-	111,388	111,388	(111,388)	-	-	-

Kansas Racing and Gaming Commission
 Budget Worksheet - Expenditures
 FY 2010 & 2011

5131 - Woodlands Pari-mutuel

	A	B	C	D	E	F	G	H	I	J
	FY 2009 Actual	FY 2009 Budget	Difference	FY 2010 Approved Budget	Revisions to FY 2010	Revised FY 2010 Budget	Changes from Submitted FY 2010 to FY 2011	FY 2011 Base Budget	Enhancement FY 2011 Budget	Submitted FY 2011 Budget
Salaries	104,625					-	-	-		-
Contractual Services										
Communication	3,037					-	-	-		-
Freight & express						-	-	-		-
Printing & advertising						-	-	-		-
Rents	6					-	-	-		-
Repairing & servicing	136					-	-	-		-
Travel & subsistence	1,409					-	-	-		-
Fees-other services	15,018					-	-	-		-
Fees-professional services						-	-	-		-
Other contractual services						-	-	-		-
Total contractual services	19,606	-		-	-	-	-	-	-	-
Commodities										
Feed and Forage						-	-	-		-
Food						-	-	-		-
Maintenance materials, supplies, parts						-	-	-		-
Motor vehicle parts, supplies						-	-	-		-
Professional & scientific supplies	(512)					-	-	-		-
Stationery & office supplies						-	-	-		-
Other supplies, materials, parts	14					-	-	-		-
Total commodities	(498)	-		-	-	-	-	-	-	-
Capital outlay						-	-	-		-
Total Expenditures	123,734	-		-	-	-	-	-	-	-

Kansas Racing and Gaming Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: September 11, 2009

AGENDA ITEM: **Final approval of gaming regulations 112-104-34 to -41, generally regarding internal control standards for forms and keys.**

PRESENTER: Patrick D. Martin, Assistant Attorney General

ISSUE SUMMARY: These regulations establish industry standard controls for keys and forms. Such controls are already in place in other comparable gaming jurisdictions. The Commission preliminarily approved these additional control standards on March 13.

As background, these regulations carry out the Commission's duty to adopt "such rules and regulations as the commission deems necessary to carry out the duties and functions of the commission pursuant to Kansas expanded lottery act." K.S.A. 74-8772. And specifically, the Commission is required to create "provisions for oversight of all lottery gaming facility operations" including "oversight of internal controls." *Id.* at (e). These additional regulations comply with those duties.

Since the Commission's preliminary approval, these regulations have followed the rigorous process involved in creating permanent regulations. That is, these regulations have been vetted by the Department of Administration, the Attorney General's office, the Joint Committee on Administrative Rules and Regulations, and members of the regulated community. Suggested revisions from each entity have been adopted into the current sets of regulations.

COMMISSION ACTION REQUIRED/REQUESTED: Staff asks the Commission to conduct a **roll call vote** to approve K.A.R. 112-104-34 to -41.

STAFF RECOMMENDATIONS: Staff recommends approval of the regulations.

112-104-34. Physical key controls; automated key controls. (a) "Sensitive keys" shall mean those unlocking devices designated by the Kansas lottery, a facility manager, or the commission as important to preserving the security of the facility manager's business. Each facility manager shall control the storage, duplication, custody, issuance, and return of sensitive keys. The sensitive key box may be stored in each facility manager's accounting department. At a minimum, the following keys shall be deemed sensitive keys:

- (1) The EGM belly glass key;
- (2) the tip box key, sometimes called a "toke box" key; and
- (3) the accounting or audit box key.

(b) Sensitive keys may be further designated as "critical." Critical keys shall mean those unlocking devices that shall be maintained in a dual-lock box. If a critical key is lost or becomes missing, all locks that the key fits shall be changed within 24 hours. At a minimum, the following keys shall be deemed critical keys:

- (1) The EGM central processing unit key;
- (2) the EGM main door key;
- (3) the EGM drop door key;
- (4) the bill validator door and box release key;
- (5) the bill validator contents key;
- (6) the jackpot or EGM reimpressionment kiosk keys;
- (7) the self-redemption or bill breaker kiosk keys;

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- (8) the change cart key;
- (9) the key for each table game's drop box;
- (10) the key for the table game drop box release;
- (11) the keys for the bill validator and table drop storage cart;
- (12) the key for each table game's chip bank cover;
- (13) the key for each table game's chip tray;
- (14) the key for each progressive game's controller;
- (15) the key for each progressive game's reset switch;
- (16) the keys for the reserve chip storage;
- (17) the keys for the card and dice storage area;
- (18) the keys for the secondary chip storage area;
- (19) the access door key to any cage, EGM bank, or redemption booth;
- (20) the window key to any cage, EGM bank, or redemption booth;
- (21) the keys to the vault;
- (22) the keys to the soft count room; and
- (23) any key not listed in this subsection that controls access to any cash or chip storage area.

(c) If a facility manager chooses to use rings to maintain its keys, each key on the ring shall be individually identified on a key access list.

(d) Each facility manager's internal control system shall include the following information:

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- (1) The location of each sensitive key and critical key box;
 - (2) each employee or contract job title that is authorized to access the sensitive key or critical key boxes;
 - (3) the procedure for issuing and controlling the keys for the sensitive key or critical key boxes;
 - (4) the sensitive key or critical key names, location, and persons authorized to sign out each sensitive key or critical key;
 - (5) the location and custodian of each duplicate sensitive key; and
 - (6) continuous surveillance coverage of each key box.
- (e) If a facility manager chooses to use an automated key control system, the facility manager's internal control system shall include the following information:
- (1) A description of the automated system and its configuration, including how access is controlled;
 - (2) the system's ability to provide scheduled and on-demand reports for a complete audit trail of all access, including the following:
 - (A) The identity of the key box;
 - (B) the identity of the employee;
 - (C) the identity of the keys;
 - (D) the date and time a key was removed;
 - (E) the date and time a key was returned;
 - (F) any unauthorized attempts to access the key box; and

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(G) all entries, changes, or deletions in the system and the name of the employee performing the entry, change, or deletion;

(3) the employee position that is in charge of any automated key control system;

(4) each employee position that is authorized to enter, modify, and delete any keys;

(5) each employee position that is authorized to access the system;

(6) details about the alarms being used to signal for the following events:

(A) Overdue keys;

(B) open key box doors;

(C) unauthorized attempts to access; and

(D) any other unusual activities;

(7) any system override procedures; and

(8) a procedure for the notification of a commission security agent on duty if a partial or complete system failure occurs.

(f) Each individual authorized to access keys in the automated system shall have the authorization noted in the employee's personnel file.

(g) Each change to the list of authorized employees that have access to the automated keys shall be updated within 72 hours of the change. (Authorized by and implementing K.S.A. 2008 Supp. 74-8772; effective P-_____.)

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112-104-35. Key control procedures. (a) Each facility manager's internal controls for keys shall include a key box custodian. Each custodian of a sensitive key box or critical key box shall be issued a sensitive key or critical key access list that notes the authorized employee positions that may access each sensitive key or critical key.

(b) If two keys are required to access a controlled area, then the keys shall be issued to different employees and each key shall be individually signed out of the key access list.

(c) Each key that requires issuance under security or management escort shall be identified as such in the sensitive key or critical key access list. (Authorized by and implementing K.S.A. 2008 Supp. 74-8772; effective P-_____.)

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112-104-36. Key access list. (a) Each facility manager shall maintain a current and accurate key access list for each sensitive key or critical key. Each facility manager shall provide a copy of the key access list to the commission's director of security. The key access list shall include the following details:

- (1) The name of the key;
- (2) the storage location of the key;
- (3) the name of the custodian of the key;
- (4) the quantity of the keys;
- (5) the title of each employee authorized to remove the key; and
- (6) any escort requirements and specific limitations to key access.

(b) The custodian of duplicate keys shall maintain a key access list documenting the following information:

- (1) The name of the keys;
- (2) the identification number assigned to the key;
- (3) the employee positions that are authorized to remove a key; and
- (4) any escort requirements for each key's use.

(c) The internal control system for keys shall indicate which employees have the authority to make changes, deletions, or additions to the sensitive key and critical key access lists. (Authorized by and implementing K.S.A. 2008 Supp. 74-8772; effective P-_____.)

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112-104-37. Key log. (a) Any sensitive key or critical key may be issued only after completion of a sensitive key or critical key log. The key log shall include the following information:

- (1) The date the key was issued or returned;
- (2) the key number;
- (3) the individual or automated key box issuing the key;
- (4) the individual receiving the key;
- (5) the time the key was signed out or removed;
- (6) the time the key was signed in;
- (7) the individual returning the key; and
- (8) the individual or automated key box receiving the returned key.

(b) Each individual who signs out a sensitive key or a critical key shall maintain custody of the key until the key is returned to the sensitive key or the critical key box. Keys may be passed only to count team leads and distributed to other count team members during bill validator drops and EGM drops. In the event of an emergency, illness, or injury rendering the individual incapable of returning the key, a supervisor may return the key with a notation on the sensitive key log.

(c) Upon completion, sensitive key or critical key logs shall be forwarded at intervals specified by the facility manager to the accounting or internal audit department, where the logs shall be reviewed and retained. If any discrepancies are found in the key

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APPROVED E.2.b (7 of 30)

logs, the security or internal auditing department shall begin an investigation and document the discrepancy.

(d) Each facility manager shall maintain a duplicate key inventory log documenting the current issuance, receipt, and inventory of all duplicate sensitive keys.

The duplicate key inventory log shall include the following information:

- (1) The date and time of the key issuance, receipt, or inventory;
- (2) each key name;
- (3) each key number;
- (4) the number of keys in beginning inventory;
- (5) the number of keys added or removed;
- (6) the number of keys in ending inventory;
- (7) the reason for adding or removing keys; and
- (8) the signatures of the two individuals accessing the box. (Authorized by and implementing K.S.A. 2008 Supp. 74-8772; effective P-_____.)

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112-104-38. Broken, lost, or missing keys. (a) The internal control system shall include procedures for the following if a critical key or sensitive key is broken:

- (1) The name of the employee required to receive and replace the broken key;
- (2) disposition of the broken key; and
- (3) notification to a commission agent on duty.

(b) An inventory of duplicate keys shall be maintained in such quantity that there is always at least one duplicate key in inventory for each critical key or sensitive key.

(c) The internal control system shall include procedures to be followed when a sensitive key or critical key is lost, missing, or taken from the premises.

(d) The internal control system shall include procedures for investigating and reporting missing critical keys or sensitive keys. The commission agent on duty shall be notified upon discovery that any sensitive keys or critical keys are missing. (Authorized by and implementing K.S.A. 2008 Supp. 74-8772; effective P-_____.)

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112-104-39. Corrections to forms. (a) Monetary corrections to a figure originally recorded on a form may be made only in ink by performing the following:

- (1) Crossing out the error;
- (2) entering the correct figure; and
- (3) obtaining the initials of the employee making the change and the initials of the employee's supervisor.

(b) Each nonmonetary correction to a form shall be initialed by the employee making the correction.

(c) Each form that is not prenumbered shall be maintained and controlled by the applicable department manager. (Authorized by and implementing K.S.A. 2008 Supp. 74-8772; effective P-_____.)

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112-104-40. Manual form dispensers. (a) Each facility manager's accounting or security department shall be responsible for loading and unloading any locked manual form dispenser. Each form unloaded from the dispenser shall be delivered directly to the accounting department.

(b) If the manual form dispenser jams, an employee from the accounting department or security department shall clear the jam and relock the manual form dispenser.

(c) If a facility manager uses a manual form dispenser, then the dispenser shall be configured to dispense a single form at a time, with undispensed forms kept in continuous order.

(d) Manual form dispensers shall be used to control the following manual forms:

(1) Table fill slips;

(2) table credit slips; and

(3) EGM hand-paid jackpot payout forms. (Authorized by and implementing K.S.A. 2008 Supp. 74-8772; effective P-_____.)

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112-104-41. Forms; description. (a) Each facility manager shall maintain a supply of all forms listed in subsection (b) and any additional forms that the manager deems necessary to manage the facility. Each facility manager's internal control submission shall include an index of all forms that the manager may use.

(b) The following forms shall be a part of each facility manager's minimum internal controls:

(1) Inventory ledgers for the following:

(A) Date of receipt, count, or issuance of cards or dice;

(B) quantity of cards and dice received or issued; and

(C) balance of cards or dice inventory on hand;

(2) a log for card or dice pickup and either cancellation or destruction, including the following details:

(A) The date of the form's preparation;

(B) the date and time of cancellation or destruction of the cards or dice;

(C) the quantity of cards and dice picked up, canceled, or destroyed; and

(D) all required signatures;

(3) a card or dice storage log for the pit area, including the following details:

(A) The date of each entry on the log;

(B) the quantity and description of all cards and dice placed in the compartment;

(C) the quantity and description of all cards and dice removed from the

compartment;

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(D) the current number of each design and color combination of cards and dice;
and

(E) each daily verification of the current inventory;

(4) a cashier's cage or vault count sheet, including the following details:

(A) The date and time of completion of the count sheet;

(B) the location of the cashier's cage;

(C) the amount of each type and denomination of funds;

(D) the actual count total or closing inventory;

(E) the accountability total;

(F) the amount of overages or shortages; and

(G) each signature required by these regulations for the count sheet;

(5) a cashier's cage multiple-transaction log, including the following details:

(A) The location of the cashier's cage or bank where the cash transactions
occurred;

(B) the date of the multiple-transaction log;

(C) the full name of any patron making multiple transactions, if provided by the
patron, or a description to help identify the patron if the patron refuses to provide a name.

Each description shall include weight, height, hair color, and any other observed
distinguishing features;

(D) the total cash transaction amount; and

(E) the transaction type. The transaction types shall be the following:

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- (i) Cash-outs, including cashing personal checks and travelers checks;
- (ii) chip redemptions. The gaming location shall be included in the comments column;
- (iii) deposits for safekeeping;
- (iv) deposits out when withdrawing a safekeeping deposit; and
- (v) any other transactions not listed in paragraphs (b)(5)(E)(i) through (iv), including each cash transaction payment of EGM jackpots and each exchange of currency for currency;
- (F) the time of the transaction;
- (G) the signature and commission license number of the employee logging the transaction;
- (H) any observed information that would be useful in identifying the patron or explaining the transaction;
- (I) the supervisor's signature. The supervisor's signature shall acknowledge the following items:
 - (i) That the supervisor has reviewed the log and, to the best of the supervisor's knowledge, all cash transactions of \$500 or more have been properly recorded; and
 - (ii) that all currency transaction reports have been properly completed for all single cash transactions and series of multiple cash transactions in excess of \$10,000; and
- (J) the page number and total pages of the log for the gaming day;

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(6) a chip inventory ledger, including the following details:

- (A) The date of receipt, issuance, and destruction;
- (B) the number of each denomination of chips received, issued, or destroyed;
- (C) the dollar amount of each denomination of value chips, as defined in K.A.R.

112-108-1, received, issued, or destroyed;

- (D) the number and description of non-value chips received, issued, or destroyed;
- (E) any required signatures; and
- (F) the identification of any primary chips held in reserve with the word

“reserve”;

(7) a safekeeping deposit or withdrawal form, including the following details:

- (A) Preprinted numbering on all copies;
- (B) the name and signature of the patron making the deposit;
- (C) the date of each deposit or withdrawal;
- (D) the amount of each deposit or withdrawal;
- (E) the type of deposit or withdrawal;
- (F) the reason for the deposit or withdrawal; and
- (G) any required signatures;

(8) a duplicate key inventory log, including the following details:

- (A) The date and time of the log’s completion;
- (B) the key name;
- (C) the key number;

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- (D) the number of keys in beginning inventory;
- (E) the number of keys added or removed;
- (F) the number of keys in ending inventory;
- (G) the reason for adding or removing keys; and
- (H) the required signatures of the two individuals accessing the box;
- (9) a tips and gratuity deposit form, including the following details:
 - (A) The date of completion of the form;
 - (B) the number of chips listed by denomination;
 - (C) the total number of all denominations; and
 - (D) all required signatures;
- (10) a temporary bank voucher, including the following details:
 - (A) The date and time of the voucher's completion;
 - (B) the location of the temporary bank;
 - (C) the amount of funds issued;
 - (D) the signature from the main bank cashier who is issuing the funds;
 - (E) the signature of the individual receiving funds;
 - (F) the signature of the individual returning funds; and
 - (G) the signature of the main bank cashier receiving returned funds;
- (11) a duplication of any critical program storage media log. "Critical program storage media" and "CPSM" shall mean any media storage device containing data, files,

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or programs, as determined by the commission, that are capable of affecting the integrity of gaming. The duplicate CPSM log shall include the following details:

- (A) The date of completion of the form;
 - (B) the manufacturer of the chip;
 - (C) the program number;
 - (D) any personnel involved; and
 - (E) the disposition of any permanently removed CPSM;
- (12) an EGM drop compartment sweeps log, including the following details:
- (A) Each EGM number and location;
 - (B) the date and time of the drop;
 - (C) the signature of each employee performing the sweep; and
 - (D) the signature of the supervisor overseeing the drop;
- (13) an EGM drop or win report, including the following details:
- (A) The gaming date;
 - (B) the amount wrapped by denomination and totaled;
 - (C) the dollar value difference by denomination;
 - (D) the percentage variance difference by denomination;
 - (E) the total jackpot payouts;
 - (F) the total drop by denomination;
 - (G) the total drop of all denominations;
 - (H) the net win or loss by denomination and total; and

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- (I) all required signatures;
- (14) an EGM entry access log, including the following details:
 - (A) The EGM number and location;
 - (B) the date and time of the EGM access;
 - (C) the reason for entry; and
 - (D) all required signatures;
- (15) an EGM hand-paid jackpot form, including the following details:
 - (A) The date and time of completion of the form;
 - (B) an EGM number that required hand payment and the location and denomination of the payment;
 - (C) the amount of jackpot;
 - (D) the reel symbols on each EGM jackpot requiring hand payment; and
 - (E) all required signatures;
- (16) an EGM sweeps log, including the following details:
 - (A) Each EGM number and location;
 - (B) the date and time of the EGM sweep;
 - (C) the signature of each employee performing the sweep; and
 - (D) the signature of the supervisor overseeing the sweep;
- (17) an even exchange slip, including the following details:
 - (A) The date, time, and location of the exchange;
 - (B) the amounts to be exchanged by type;

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- (C) the amounts to be changed for;
- (D) all required signatures; and
- (E) the total amount exchanged;
- (18) each cage or bank variance slip, including the following details:
 - (A) The date and time of completion of the slip;
 - (B) the location of the bank;
 - (C) the amount of overage or shortage; and
 - (D) all required signatures;
- (19) ingress or egress logs for the count rooms, surveillance rooms, and cages,

including the following details:

- (A) The date and time of each ingress or egress;
- (B) the printed name of each person entering or leaving;
- (C) the room entered or left;
- (D) the reason for entry; and
- (E) all required signatures;
- (20) a main bank or vault accountability log, including the following details:
 - (A) The date and shift that the accounting was made;
 - (B) the opening balance;
 - (C) the amount of each type of accountability transaction;
 - (D) detail of the total main bank or vault inventory, including the inventory of the

following:

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- (i) Currency;
- (ii) coin;
- (iii) chips;
- (iv) safekeeping deposits; and
- (v) any unclaimed property account;
- (E) the total main bank or vault inventory;
- (F) all overages and shortages;
- (G) the closing balance; and
- (H) all required signatures;
- (21) a master gaming report, including the following details:
 - (A) The gaming date;
 - (B) the game and table number;
 - (C) the opening table inventory slip;
 - (D) the total fill slips;
 - (E) the total credit slips;
 - (F) the closing table inventory slip;
 - (G) the total drop per table;
 - (H) the overall totals by game;
 - (I) the total win or loss; and
 - (J) all required signatures;
- (22) a RAM clearing slip, including the following details:

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- (A) The date and time that the RAM was cleared;
 - (B) an EGM number, the location, and the number of credits played before the RAM clearing occurred;
 - (C) the current reel positions or video displays;
 - (D) the previous two reel positions or video displays;
 - (E) the actual meter readings of the internal hard and soft meters;
 - (F) the progressive jackpot display, if linked;
 - (G) the reason for RAM clear; and
 - (H) all required signatures;
- (23) the returned check log, including the following details:
- (A) The name and address of each person who presented the check that was subsequently returned;
 - (B) the date of the check;
 - (C) the amount of the check;
 - (D) the check number;
 - (E) the date the facility manager received notification from a financial institution that the check was not accepted; and
 - (F) the dates and amounts of any payments received on the check after being returned by a financial institution;
- (24) a sensitive key log, including the following:
- (A) The date the key activity occurred;

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- (B) the key number;
 - (C) the individual or automated key box issuing the key;
 - (D) the name of the individual receiving the key;
 - (E) the time the key was signed out;
 - (F) the time the key was signed in;
 - (G) the individual returning the key; and
 - (H) the individual or automated key box receiving the returned key;
- (25) a signature authorization list, including the following details for each

employee listed:

- (A) The employee's hire date;
- (B) the employee's name;
- (C) the department;
- (D) the position;
- (E) the license number;
- (F) the employee's initials as on a signature card; and
- (G) the employee's signature, with at least the first initial and last name;

(26) a surveillance incident report, including the following details:

- (A) The date and incident report number;
- (B) the time and location of the incident;
- (C) the name and address of each witness and subject involved in the incident, if

known;

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- (D) a detailed narrative of the incident;
 - (E) an identification of any videotape covering the incident;
 - (F) the final disposition of the incident; and
 - (G) all required signatures;
- (27) a surveillance shift log, including the following details:
- (A) The date that the entry is being made;
 - (B) the time of and duration, description, and location of all unusual occurrences observed;
- (C) a listing of any surveillance issues, including the following:
- (i) Equipment malfunctions related to other logged events or activities;
 - (ii) completed tapes;
 - (iii) still photograph requests; and
- (D) required signatures;
- (28) a surveillance tape release log, including the following details:
- (A) The tape number;
 - (B) the date and time of release;
 - (C) the printed name, department, or agency;
 - (D) a notation indicating whether the tape is a duplicate or original;
 - (E) an authorization notation;
 - (F) an "issued by and to" notation; and
 - (G) all required signatures;

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(29) a surveillance tape retention log, including the following details:

- (A) The date and time of the tape retention activity;
- (B) the tape number being retained;
- (C) a description of the activity recorded and the recording mode; and
- (D) all required signatures;

(30) a table credit slip, if applicable, including the following details:

- (A) The date, pit, game or table number, and time of the table credit activity;
- (B) the amount of each denomination of chips to be credited;
- (C) the total amount of all denominations to be credited; and
- (D) all required signatures;

(31) a table fill slip, including the following details:

- (A) The date, pit, game or table number, and time of the table fill activity;
- (B) the amount of each denomination of chips to be distributed;
- (C) the total amount of all denominations to be distributed; and
- (D) all required signatures;

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(32) a table inventory slip, including the following details:

- (A) The date and shift;
- (C) the game and table number;
- (D) the total value of each denomination of chips remaining at the table;
- (E) the total value of all denominations; and
- (F) all required signatures;

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(33) a table soft count slip or currency counter machine tape, including the following details:

- (A) The date of the soft count or printing of the machine tape;
- (B) the table game and number;
- (C) the box contents by denomination;
- (D) the total of all denominations; and
- (E) all required signatures;

(34) a wide-area progressive secondary jackpot slip, including the following details:

- (A) The date and time of the wide-area progressive secondary jackpot;
- (B) an EGM number, location, and denomination;
- (C) the amount of the jackpot in alpha and numeric description;
- (D) the reel symbols and number of credits played;
- (E) all required signatures; and
- (F) the game type;

(35) a security incident report, including the following details:

- (A) The incident report number;
- (B) the date and time of the incident;
- (C) the location of the incident;
- (D) the type of incident;

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- (E) the names and addresses of any witnesses and subjects involved in the incident, if known;
- (F) a detailed narrative of the incident;
- (G) the identification of videotape covering the incident, if applicable; and
- (H) all required signatures;
- (36) a security incident log, including the following details:
- (A) The date of the daily log;
- (B) the time of the incident;
- (C) the incident report number;
- (D) the name of the reporting security department employee and the employee's commission license number; and
- (E) the summary of the incident;
- (37) a visitor or vendor log, including the following details:
- (A) The date of the visitor's or vendor's visit;
- (B) the printed name;
- (C) the company;
- (D) the time in and time out;
- (E) the type of badge and the badge number;
- (F) the reason for entry; and
- (G) all required signatures;
- (38) a key access list, including the following details:

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- (A) The name of the key;
- (B) the location of the key;
- (C) the custodian of the key;
- (D) the quantity of the keys; and
- (E) the job titles authorized to sign out the key and, if applicable, any escort

requirements and specific limitations;

(39) a table games variance slip, including the following details:

- (A) The gaming date;
- (B) the game or table number;
- (C) the shift;
- (D) a description of the discrepancy found; and
- (E) all required signatures;

(40) an inventory log of prenumbered forms, including the following details:

- (A) The name of the prenumbered form;
- (B) the date received or issued;
- (C) the quantity received or issued;
- (D) the number sequence of forms received or issued;
- (E) the name of each department to which forms were issued; and
- (F) all required signatures and commission license numbers;

(41) a gift log, including the following details:

- (A) The name of the gift recipient;

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- (B) the gift donor;
- (C) a description and value of the gift; and
- (D) the date the gift was received;
- (42) a safekeeping log, including the following details:
 - (A) The date of deposit or withdrawal;
 - (B) the name of the patron;
 - (C) the dollar amount of deposit or withdrawal;
 - (D) the type of deposit or withdrawal; and
 - (E) the total balance of all deposits;
- (43) a card or dice discrepancy report, including the following details:
 - (A) The date and time of the noted discrepancy;
 - (B) the location;
 - (C) a description of the discrepancy found; and
 - (D) all required signatures;
- (44) a remote access log, including the following details:
 - (A) The access start date and time;
 - (B) the access end date and time;
 - (C) the reason for the remote access; and
 - (D) the person making access;
- (45) a personnel access list, including the following details:
 - (A) The employee name;

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- (B) the license number; and
- (C) all authorized functions the employee may perform;
- (46) a redemption log, including the following details:
 - (A) The date the claim is being made;
 - (B) the dollar value of each item received by mail;
 - (C) the check number;
 - (D) the patron's name and address; and
 - (E) the signature of the employee performing the transaction;
- (47) a currency cassette log, including the following details:
 - (A) The date of the currency cassette log;
 - (B) the time of the currency cassette log;
 - (C) the tamper-resistant seal number;
 - (D) the unique cassette number;
 - (E) the amount of cash in the cassette;
 - (F) the denomination of currency in the cassette; and
 - (G) the signature of the main bank cashier who prepared the cassette; and
- (48) a table games jackpot slip, including the following details:
 - (A) The date of the table game jackpot;
 - (B) the time of the table game jackpot;
 - (C) the amount of winnings in alpha and numeric description;
 - (D) the table game number;

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- (E) the type of jackpot;
- (F) the player's name;
- (G) the signature of the cashier;
- (H) the signature of the dealer;
- (I) the signature of the table games supervisor; and
- (J) the signature of the security officer escorting the funds; and
- (49) a meter-reading comparison report, including the following details:
 - (A) The date of the meter-reading comparison report;
 - (B) the asset number;
 - (C) the beginning and ending credits played;
 - (D) the beginning and ending credits paid;
 - (E) the beginning and ending amount-to-drop, if applicable;
 - (F) the beginning and ending jackpots paid;
 - (G) the difference between the beginning and ending amount for all meters;
 - (H) the variance between the meters, if any; and
 - (I) the signature of an accounting department employee. (Authorized by and implementing K.S.A. 2008 Supp. 74-8772; effective P-_____.)

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Kansas Racing and Gaming Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: September 11, 2009

AGENDA ITEM: **Extension of Terms for the Woodlands Recognized Owner Groups.**

PRESENTER: Charles LaBoy, Deputy Director of Audit and Electronic Security

ISSUE SUMMARY: Because of the Woodlands' closure, the requirements for holding elections for the Woodlands' Recognized Horse and Greyhound Owners Groups cannot be met. Without any action by the Commission, the current Woodlands Recognized *Greyhound* Owner's Groups terms will expire on September 30, 2009, and the current Woodlands Recognized *Horse* Owner's Group terms will expire on September 30, 2010.

The Commission's regulations for those groups allow the Commission to modify the expiration of the recognized members' terms. K.A.R. 112-18-21(g) and 112-18-22(g), respectively.

COMMISSION ACTION REQUIRED/REQUESTED: Issue a Commission order extending the terms of the Woodlands' Recognized Greyhound Owners Group and Horse Owners Group by two years.

STAFF RECOMMENDATIONS: Staff recommends extending the terms of the Woodlands' Recognized Greyhound Owners Group and Horse Owners Group by two years.

Kansas Racing and Gaming Commission

STAFF AGENDA MEMORANDUM

DATE OF MEETING: September 11, 2009

AGENDA ITEM: **Regarding the licenses of The Racing Association of Kansas, The Racing Association of Kansas Southeast, Wichita Greyhound Charities, Kansas Racing LLC, Wichita Greyhound Park and Wichita Greyhound Park/Camptown**

PRESENTER: Stephen Martino, Executive Director
Representatives of each licensee

ISSUE SUMMARY: At its July meeting, the Commission requested that within 60 days track licensees submit reopening plans to be considered as part of the Commission's review of the licenses and their possible revocation. The attached information has been submitted by the licensees and other interest groups consistent with the Commission's motion and a follow-up letter from the executive director.

COMMISSION ACTION REQUIRED/REQUESTED: Commission review, discussion and possible action.

STAFF RECOMMENDATIONS: None.

Kansas Racing LLC/
The Racing
Association of Kansas
East

the
WOODLANDS



PROCESSED

2009 SEP -3 P 3: 35

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KANSAS RACING AND
GAMING COMMISSION

September 2, 2009

Mr. Stephen Martino
Executive Director
Kansas Racing and Gaming Commission
700 SW Harrison
Suite 500
Topeka, Kansas 66603-3754

Dear Mr. Martino:

We are providing information regarding the extension of the Woodlands license as requested by the commission at the July 17th meeting and as outlined in your letter dated August 4, 2009. We feel it is critical to the racing industry for the racetracks to retain their licenses through the next legislative session in order to have standing before the legislature while seeking amendments to Senate Bill 66.

1. ***A plan to reopen each race that has a license. This plan should include details for construction; hiring of management, race officials and staff; and what specifically needs to be accomplished before live racing can commence.***

Fortunately the Woodlands had completed much of the preliminary work for the addition of casino gaming prior to closing the facility in August 2008. Following is the status of items that needs to be accomplished before the facility can be reopened:

- Construction
 - The architectural and engineering plans have been completed and forwarded to the KRGC for approval. We currently do not envision any substantive changes to the plans other than construction issues that may have to be addressed regarding reopening facilities that have stood vacant for a period of time.
 - Construction bids were let and forwarded to the KRGC for approval. These bids are no longer valid and will have to be let again before construction can proceed. We are confident the previous bidders will still be interested in the project and that the bidding process will be brief as each bidder will only have to review their submissions for pricing changes in material and labor. Considering the reduction in number and size of construction projects currently underway and the present economic conditions we are hopeful the bids will be lower than the originals. We anticipate the construction period to be approximately six months with an additional one month for final equipment installation and employee training.
 - We understand that we are required to submit changes that become necessary, for the approval of the KRGC as well as to the Unified Government of Wyandotte County.

- Hiring of Management, Race Officials and Staff
 - The Woodlands has retained its general manager and a small contingent of security and maintenance employees. We also still maintain our corporate staff that have been involved with gaming for a number of years and will be aiding in the reopening efforts.
 - Department managers directly related to the casino will be hired approximately four to five months prior to the opening of the casino. We maintain contact with our previous management staff and are confident that we will not experience difficulty recruiting and hiring qualified candidates to form the management team for the gaming operation.
 - Staff employees directly related to the casino will be hired approximately one to three months prior to the opening of the casino. We maintain contact with our previous staff and are confident we can attract numerous qualified applicants especially given the current downturn in employment opportunities.
 - Department managers directly related to live racing and simulcast will be hired approximately four to five months prior to the opening of live racing for their specific breed. We maintain contact with our previous management staff and are confident that we will not experience difficulty recruiting and hiring qualified candidates to form the management team for the racing operation.
 - Staff employees directly related to live racing and simulcast will be hired approximately one to three months prior to the opening of live racing for their specific breed. We maintain contact with our previous staff and are confident we can attract numerous qualified applicants especially given the current downturn in employment opportunities.
 - We understand that licensing the above employees will be a much larger task for the reopening due to the sheer numbers than had been anticipated with the previous plan. We are committed to work with the KRGC and staff to make that the most efficient process that we can.
- Additional Items Required before the Commencement of Live Racing
 - Work with our non-profit and representatives of the breeds to ensure we are in agreement with the required amendments for Senate Bill 66. It is a consensus among the group that the target for completion is no later than December 31, 2009.
 - We must negotiate a final contract with the Kansas Lottery based on the amendments we are able to obtain to Senate Bill 66. A basic contract had been worked on previously and we would hope that most of that ground work would stay in place for this effort. The Lottery has been great to work with and we do not anticipate any major stumbling blocks to finalizing an agreement. Additionally we will have to submit the Lottery Management Agreement to the KRGC and the Kansas Lottery Commission for approval.
 - Our original pari-mutuel license, issued in 1988 – 1989, is set to expire in 2013. In order to accommodate the term of the Lottery Management Agreement we will have to request the KRGC adjust the term of our pari-mutuel license.

- We must file our background gaming application forms and successfully complete our background investigation. Most of the application has been completed and will only require updating prior to submission.
 - We must secure financing on favorable terms to make the project a success. Given the restrictive nature of the current lending markets it is possible that we will finance the project internally. Additionally we will have to submit the financing arrangements to the KRGC for approval.
 - We must work with the KRGC and Lottery to ensure we understand the fees and expenses the racetrack will be responsible for.
2. ***A timeline to restart racing. This timeline should detail construction; hiring; acquisition of necessary equipment; and when live racing, both greyhound and horses, if applicable, will restart.***

Please see the attached timeline for anticipated lengths of time for each line item as well as the order we believe they will occur. We have included number of months to complete as well as superimposed a calendar beginning in October of this year with final legislation in April of 2010 and casino opening in March 2011 followed ninety days later with the resumption of live racing and simulcasting.

3. ***An active agreement between each track's organization and facility licensee.***

The agreement between the Woodlands and TRAK East expired in the fall of 2008 approximately the same time as the initial KRGC hearings were held regarding the extension of the Woodlands license. We continue to work together based on the expired agreement and will officially renew the agreement when both parties have a better understanding of what the amended legislation entails. On August 18, 2009 we met with the TRAK East board to discuss our efforts to extend our licenses through the next legislative session as well as the amendments we would be seeking to Senate Bill 66. It was a successful meeting culminating in the board voting to support our efforts with a request for extension and to forward a letter to the KRGC stating said support, please see attached letter.

In addition to meeting with TRAK East on August 18th we also met with representatives of the horse and dog industries to discuss support for an extension of the Woodlands license and plans for our legislative efforts. The breeds agreed to discuss with their membership supporting our request for an extension and to forward a letter to the KRGC stating support based on the membership's consensus. I have attached the letter of support we have already received from the Kansas Thoroughbred Association.

We believe it is imperative for the racetracks to retain their license through the next legislative session. Further in the meetings all parties committed to crafting and agreeing to amended legislation prior to the end of the year so we could present a unified front to the legislature and reopen live racing as soon as possible.

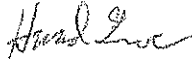
4. ***If the reopening of a racetrack is contingent on the passage of additional gaming legislation, please note that. Since timelines cannot be constructed for an uncertain future date, I would encourage that your timelines specify the length of time it will take to achieve certain events, such as construction, hiring, equipment purchases and commencement of racing, from the passage of any statutory change.***

The reopening of the Woodlands is contingent on the passage of additional gaming legislation that provides the track owners confidence the racetrack and casino will be economically viable. The attached timeline contains a row at the top of the chart showing events as they relate to

the final legislation, for example the casino opens at 11 months and live greyhound racing commences at 14 months.

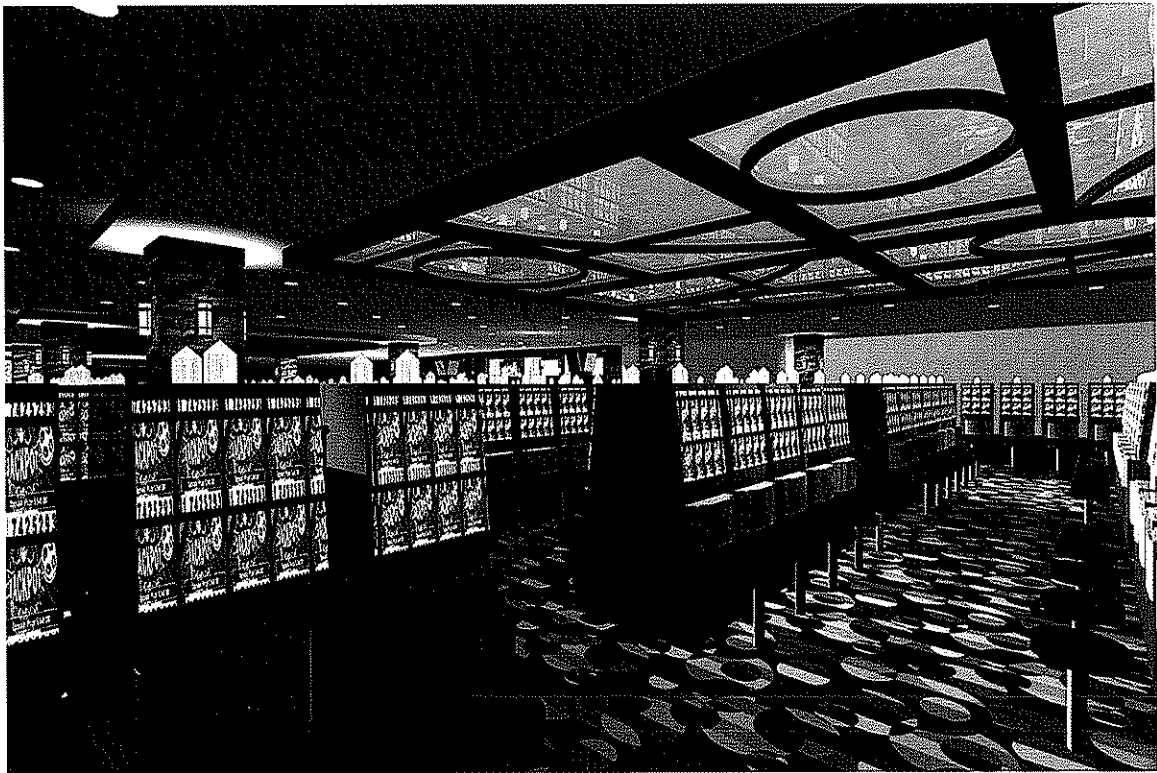
Kansas Racing, LLC respectfully requests the Kansas Racing and Gaming Commission reviews the information we have provided above and finds favorably in the extension of our pari-mutuel license through the next legislative session.

Sincerely,

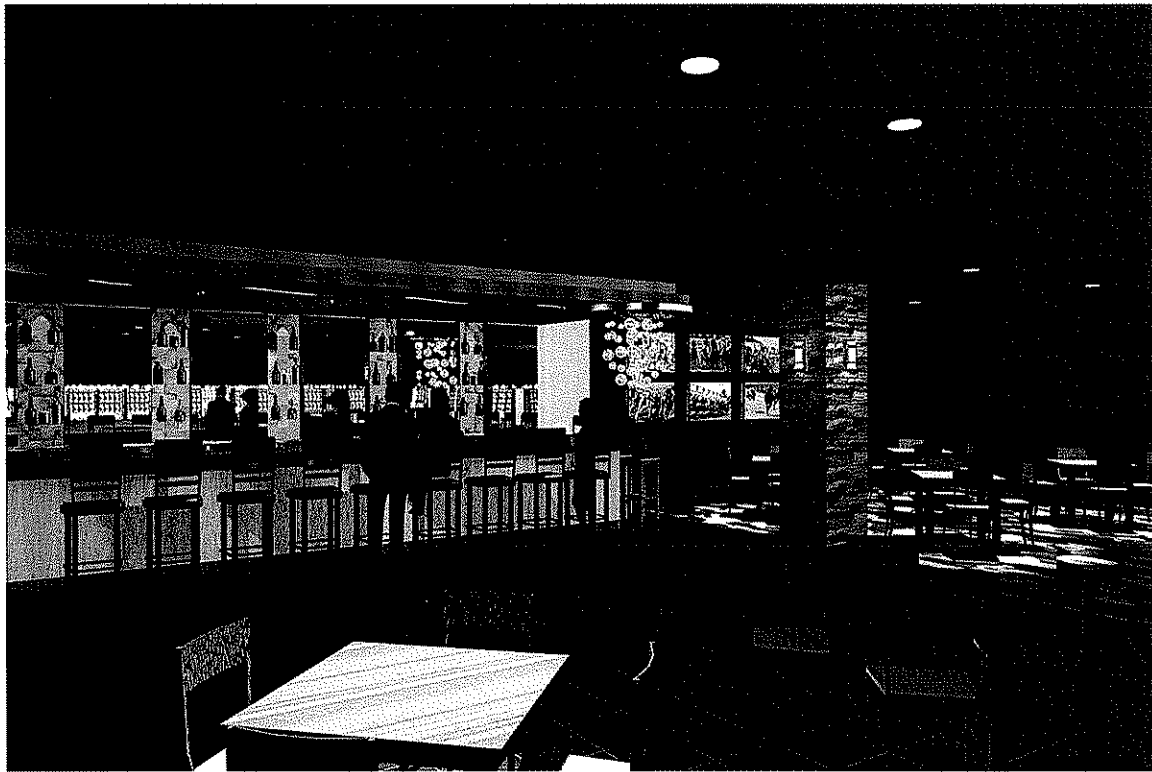


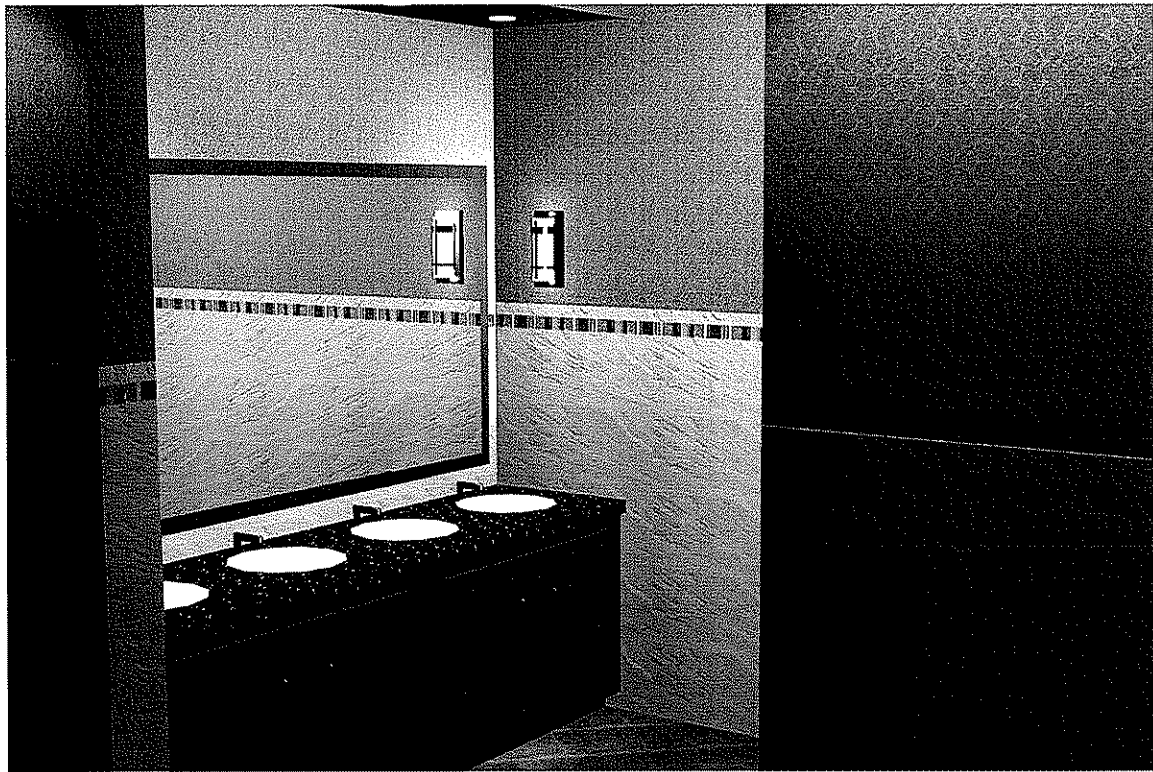
Howard Grace
President
Kansas Racing, LLC

Woodlands Re-Opening Plan Timeline	Oct 2009	Nov 2009	Dec 2009	Jan 2010	Feb 2010	Mar 2010	Apr 2010	May 2010	Jun 2010	Jul 2010	Aug 2010	Sep 2010	Oct 2010	Nov 2010	Dec 2010	Jan 2011	Feb 2011	Mar 2011	Apr 2011	May 2011	Jun 2011	Jul 2011	Aug 2011	Sep 2011	
								Mo. 1	Mo. 2	Mo. 3	Mo. 4	Mo. 5	Mo. 6	Mo. 7	Mo. 8	Mo. 9	Mo. 10	Mo. 11	Mo. 12	Mo. 13	Mo. 14	Mo. 15	Mo. 16	Mo. 17	
Negotiate Agreement With TRAK East																									
Negotiate Agreement With Horse Industry																									
Negotiate Agreement With Greyhound Industry																									
Finalize SB 66 Amendments																									
Legislative Approval Of SB 66 Amendments																									
Negotiate Lottery Management Agreement																									
File KRGC Background Gaming Applications																									
Re-bid Construction Contract																									
Secure Favorable Financing																									
City - County Approval of Construction Plans																									
KRGC Approval of Lottery Mgt. Agreement																									
KRGC Approval Extension of License Term																									
KRGC Approval of New Construction Bid																									
KRGC Approval of Financing Package																									
Construction Time Required																									
Recruit and Hire - Casino Managerial Staff																									
Recruit and Hire - Casino Line Employees																									
Procurement and Installation of Gaming Equipment																									
Recruit and Hire - Racing Managerial Staff																									
Recruit and Hire - Racing Line Employees																									
Begin Casino Gaming Operation																									
Begin Live Greyhound Racing																									
Begin Simulcast Operations																									
Begin Live Horse Racing																									











McAnany, Van Cleave & Phillips, P.A.
Attorneys at Law Since 1901

Kansas City
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Springfield

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STEPHEN A. MCMANUS**	ROBERT J. WONNELL**	THOMAS J. PETTIT**	DANIEL B. DENK 1943-2003
Admitted in Kansas *	Admitted in Missouri +	Admitted in Illinois +	Admitted in Arkansas +
			Admitted in Oklahoma *
			Admitted in Nebraska *

August 26, 2009

Kansas Racing and Gaming Commission
700 S.W. Harrison STE 420
Topeka, Kansas 66603-3754

Re: The Woodlands

Greetings to Members of the Commission:

The Racing Association of Kansas, East, Inc. Board of Directors (TRAK East) has asked me to advise the Racing and Gaming Commission that TRAK East fully supports The Woodlands request to retain its license through the end of the 2010 Kansas Legislative Session. The Board believes that retention of the license by the Woodlands will maximize the possibility that dog and horse racing, in conjunction with the slot machines, will return to Kansas. Having a licensee fully prepared to open a facility with deliberate speed would be of great benefit to all Kansans.

Thank you for your courtesy in this matter.

Very truly yours,

Carl A. Gallagher
CAG/

Cc: TRAK East Board
Howard Grace
Jayme LaRocca

PROCESSED
2009 AUG 31 A 9:30
RECEIVED
KANSAS RACING AND
GAMING COMMISSION

707 Minnesota Avenue, Fourth Floor, P.O. Box 171300 Kansas City, Kansas 66117
www.mvplaw.com Ph 913.371.3838 Fax 913.371.4722

{K0318395.DOC; 1} KANSAS MISSOURI ILLINOIS ARKANSAS OKLAHOMA NEBRASKA

From: Dave Assmann [mailto:daveassmann1@hotmail.com]

Sent: Wednesday, September 02, 2009 10:12 AM

To: Stephen Martino; Jayme LaRocca

Subject: Kansas Thoroughbred Association support of the Woodlands retaining thier license

To : Kansas Racing and Gaming Commission.

From : Kansas Thoroughbred Association

September 2nd 2009

Dear Commissioners,

The Kansas Thoroughbred Association supports the Woodlands to retain thier racing license through the 2010 legislative session.

The KTA does not support any change in the 7% take out from slot machine revenues for Horses and Greyhounds or any change in racing days included in Senate Bill 66.

As of this date we have not seen any written proposal from the Woodlands. Any proposal from the Woodland that would include changes in % takeout or race dates will result in withdrawal of our support.

Thank you for your consideration.

Submitted by;

David Assmann. President KTA

Wichita Greyhound
Park/
Wichita Greyhound
Charities



PROCESSED

2009 SEP -2 P 12: 57

September 1, 2009

Mr. Steve Martino
Executive Director
Kansas Racing and Gaming Commission
700 SW Harrison St. Suite 420
Topeka, KS 66603-3929

RECEIVED
KANSAS RACING AND
GAMING COMMISSION

Dear Mr. Martino,

As you know, the Kansas Racing and Gaming Commission during its meeting on July 17, 2009 passed the following motion:

I move that the commission extend the deadline for the revocation of the pari-mutuel licenses of The Racing Association of Kansas East, Kansas Racing LLC, The Racing Association of Kansas Southeast, Wichita Greyhound Park Inc. (Camptown), Wichita Greyhound Park Inc. and Wichita Greyhound Charities Inc. for sixty days to allow the licensees to provide proposed race dates and a re-opening plan to the commission. If no race dates or re-opening plan is provided at that time, the licenses shall be automatically revoked.

Our company is sincerely committed in retaining its licenses for the Wichita Greyhound Park and Camptown Greyhound Park. To that end, under this cover, you will find both a re-opening plan and racing plan for both facilities. It is my hope that you, Chairman Sader and the other members of the Commission will accept this proposal in the manner it is submitted, in the spirit of cooperation and to re-open our facilities contingent on the passage of amended legislation to make these operations financially viable.

We would invite the opportunity discuss the submissions with you at your convenience, prior to the September 11, 2009 meeting of the Commission, should you have any questions. We believe this submission will meet the requirements of the Commission and your letter dated August 4, 2009. We look forward to working with your agency in the future and our commitment to resuming operations at both facilities once proposed legislation is enacted.

Sincerely,
Wichita Greyhound Park, Inc.

Phillip G. Ruffin, Jr.

August 4, 2009

Carol R. Bonebrake
Attorney for Kansas Racing LLC
107 SW 6th, Suite 210
Topeka, KS 66603

Bill Shea
Wichita Greyhound Park, Inc.
1522 S. Florence
Wichita, KS 67209

Carl A. Gallagher
Attorney for The Racing Association of
Kansas East
McAnany, VanCleave & Phillips
PO Box 171300
Kansas City, KS 66117

Lee H. Woodard
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Charities, Inc.
Woodard, Hernandez, Roth & Day
Emprise Bank Center
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Wichita, KS 67201-0127

David L. McLane
Attorney for The Racing Association of
Kansas Southeast
The Spigarelli Law Firm
Commerce Bank Building
100 S. Broadway, Suite 200
Pittsburg, KS 66762

Bruce Schmitter
1010 West St. Martens Drive
Suite A
St. Joseph, Missouri 64506

RE: Commission's motion on July 17 concerning licensees

Dear Licensees:

At its July 17 meeting, the Racing and Gaming Commission extended by 60 days the revocation date of each of your licenses to give you an opportunity to provide the commission with additional information. The commission's motion and the discussion afterward highlighted that the submission must include the following information:

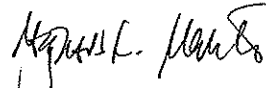
1. A plan to reopen each racetrack that has a license. This plan should include details for construction; hiring of management, race officials and staff; and what specifically needs to be accomplished before live racing can commence.

2. A timeline to restart racing. This timeline should detail construction; hiring; acquisition of necessary equipment; and when live racing, both greyhound and horses, if applicable, will restart.
3. An active agreement between each track's organization and facility licensee.
4. If the reopening of a racetrack is contingent on the passage of additional gaming legislation, please note that. Since timelines cannot be constructed for an uncertain future date, I would encourage that your timelines specify the length of time it will take to achieve certain events, such as construction, hiring, equipment purchases and commencement of racing, from passage of any statutory change.

These submissions are subject to the consideration and approval of the commission. The extended deadline is now September 21. However, I believe that the commission would like to address these issues at its September 11 meeting. To that end, we request that you submit any information responsive to the commission's motion to our office no later than noon, September 3, so it can be included in the agenda packet. If that is not possible, please contact me.

If you have any questions regarding this matter, please let me know.

Sincerely,


Stephen L. Martino
Executive Director

cc: Commissioners, KRGC

RE-OPENING PLAN
FOR
WICHITA GREYHOUND PARK

The following re-opening plan is submitted to the members of the Kansas Racing and Gaming Commission through Executive Director Steve Martino. The purpose of this plan is to conform with the motion passed by the Commission during their July 17, 2009 meeting, and as detailed in the letter dated August 4, 2009 by the Executive Director.

To achieve the extension contemplated in the motion and Executive Director letter the following submission is made.

This re-opening plan is contingent upon passage of legislation. The legislative relief should provide for changes in revenue distribution that allows for an appropriate return on the facilities. Two triggers are contemplated for the re-opening plan for Wichita Greyhound Park; the final passage and signature of the legislation referenced above and after the passage of a ballot initiative in Sedgwick County:

1. *A plan to reopen each racetrack that has a license.* Within 60 days of the amendment is published in the State Registry, a construction and renovation plan will be submitted for the Commission's consideration.

Executive management is in place for the facility. The general manager will be named within 30 days of the passage of the ballot initiative. Director of Gaming will be named within 30 days of the passage of the ballot initiative. The hiring timeline for race officials and staff will commensurate with the proposed race dates, which will be submitted within 90 days of the certification of the election.

2. *A timeline to restart racing.* The renovation (construction) timeline is forecasted at 180 days to ready the facility to accommodate electronic gaming. Following the completion of the renovation phase, the facility will begin to accept slot machines from approved vendors, furniture, fixtures, and other operations equipment. This phase is expected at 45 days.

3. *An active agreement between each track's organization and facility licensee.* The management agreement with Wichita Greyhound Park, Inc. and Wichita Greyhound Charities, Inc. was not terminated and is in force. Both parties believe that there will be an "active agreement" by the September 3, 2009 response target date.

4. *Reopening the racetrack is contingent on the two triggers referenced above.*

Timelines for certain events once proposed legislation is signed into law:

Renovation Plan to KRGC – 60 days

Ballot Initiative – 90 days

Timelines for certain events from certification of the election in Sedgwick County:

Construction

Mobilization – 30 days

Construction – 180 days (30 days from election certification)

FF&E / Training – 45 days (210 days from election certification)

Hiring

Construction personnel – 30 days

Key Managers – 120 to 150 days

Kennels – 210 days

Support Staff – 150 to 210 days

Equipment Purchases

Racing Equipment Lease/Purchase – 150 days

Gaming Equipment – 120 to 150 days

FF&E – 90 to 150 days

Target Opening Date

255 days from successful ballot initiative in Sedgwick County

RACING PLAN
FOR
WICHITA GREYHOUND PARK

The following racing plan is submitted to the members of the Kansas Racing and Gaming Commission through Executive Director Steve Martino. The purpose of this plan is to conform with the motion passed by the Commission during their July 17, 2009 meeting, and as detailed in the letter dated August 4, 2009 by the Executive Director.

To achieve the extension contemplated in the motion and Executive Director letter the following submission is made.

Wichita Greyhound Park, Inc. and Wichita Greyhound Charities, Inc. jointly propose a race dates submission within 60 days after a successful ballot initiative in Sedgwick County resulting from the final passage and signature of the previously referenced proposed legislation. As this plan is conditional on the passage of this amendment and a successful ballot initiative, it is not possible to provide specific proposed race dates until these conditions are met. Both organizations are sincerely committed to propose race dates once the conditions of the re-opening plan are met, and will do so once timelines for an opening date are more apparent.

RE-OPENING PLAN
FOR
CAMPTOWN GREYHOUND PARK

The following reopening plan is submitted to the members of the Kansas Racing and Gaming Commission through Executive Director Steve Martino. The purpose of this plan is to conform with the motion passed by the Commission during their July 17, 2009 meeting, and as detailed in the letter dated August 4, 2009 by the Executive Director.

To achieve the extension contemplated in the motion and Executive Director letter the following submission is made.

This re-opening plan is contingent upon passage of legislation. The legislative relief should provide for changes in revenue distribution that allows for an appropriate return on the facilities. Once the amended legislation is published in the State Registry, this will trigger the commencement of the following re-opening plan:

1. *A plan to reopen each racetrack that has a license.* Within 30 days of final passage and signature of the Act referenced above construction will commence again at Camptown. The general contractor has indicated this amount of time to re-bid and re-mobilize construction personnel. No substantial changes to the facility are planned from the previously submitted and approved facility renovation.

Executive management is in place for the facility. The general manager of pari-mutuel operations will resume his duties within 14 days of the passage of the amendment. Director of gaming will be named within 30 days. The hiring timeline for race officials and staff will commensurate with the proposed race dates, which will be submitted within 60 days of signature of the amendment into law.

2. *A timeline to restart racing.* The construction timeline previously submitted and approved has 150 calendar days (180 total after law change) to complete the facility and have it ready for occupation. The general contractor does not foresee any issues resuming this schedule. Following the completion of the construction phase, the facility will begin to accept slot machines from approved vendors, furniture, fixtures, and other operations equipment. This phase is expected at 30 days (210 total after law change).

3. *An active agreement between each track's organization and facility licensee.* The Camptown Greyhound Park management agreement with TRAK SE dated August 1, 2007, previously submitted and approved by the Commission is in the

re-activation process. Both parties believe that there will be an “active agreement” by the September 3, 2009 response date.

4. *Reopening the racetrack is contingent on the passage of additional gaming legislation.* Timelines for certain events once proposed legislation is signed into law:

Construction

Remobilization – 30 days

Construction – 150 days (180 days from law change)

FF&E / Training – 30 days (210 days from law change)

Hiring

Construction personnel – 30 days

Key Managers – 90 to 120 days

Kennels – 180 days

Support Staff – 120 to 180 days

Equipment Purchases

Racing Equipment Lease/Purchase – 90 days

Gaming Equipment – 90 to 120 days

FF&E – 60 to 120 days

Target Opening Date

210 days from proposed legislation is signed into law

RACING PLAN
FOR
CAMPTOWN GREYHOUND PARK

The following racing plan is submitted to the members of the Kansas Racing and Gaming Commission through Executive Director Steve Martino. The purpose of this plan is to conform with the motion passed by the Commission during their July 17, 2009 meeting, and as detailed in the letter dated August 4, 2009 by the Executive Director.

To achieve the extension contemplated in the motion and Executive Director letter the following submission is made.

Camptown Greyhound Park and TRAK SE jointly propose a race dates submission within 60 days after the previously referenced proposed legislation is published in the State Registry. As this plan is conditional on the passage of this amendment, it is not possible to provide specific proposed race dates until the condition is met. Both organizations are sincerely committed to propose race dates once the conditions of the re-opening plan are met, and will do so once timelines for an opening date are more apparent.

**Kansas Greyhound Association
711 Old HWY 40
Abilene, KS 67410**

September 3, 2009

Kansas Racing and Gaming Commission
Stephen Martino, Executive Director

Re: Endorsement of proposed plan for reopening Wichita Greyhound Park and Camptown Greyhound Park by the Ruffin Companies.


Attached to this letter is a resolution endorsing an extension of the license revocation order for the two race track facilities owned by the Ruffin Companies. Please forward the resolution and all attachments, including this cover letter to the full commission for consideration at its hearing on September 11, 2009.

Our previous resolution calling for revocation of the licenses of the racetrack facilities noted the lack of a plan, lack of specific legislation, no clear detail of how legislative changes were going to be pursued, and a lack of confidence in the track owners' ability to marshal such a legislative effort.

With the Commission action in July to provide an additional 60 days for the track owners to submit specific plans, the Ruffin Companies have provided a specific plan, a clearly defined legislative package and improved communication with the Ruffin Companies and as a result, we are more confident in the prospects for success.

The KGA is prepared to address these issues at the Commission's hearing on September 11th, if appropriate, as well as answer questions you may have.

On behalf of the KGA Board of Directors,



Kansas Greyhound Association
711 Old Hwy 40
Abilene, KS 67410

Resolution

Upon consideration of the Board of Directors of the Kansas Greyhound Association on September 3rd, 2009, the board makes the following findings in regards to a plan presented to the Kansas Racing and Gaming Commission for the reopening of the Wichita Greyhound Park and Camptown Greyhound Park.

- 1.) We have confidence in the commitment to move forward, and the financial capability of the Ruffin Companies to execute this plan as described. Mr. Ruffin has been consistent in his commitment to reopen his tracks if legislation passes amending the gaming legislation as proposed.
- 2.) Though the plan itself does not explicitly define legislation to be proposed to the legislature in the upcoming session, the fact that the bill is already in place with key issues defined provides a clear understanding of the expectations regarding the legislative issues. The Kansas Greyhound Association worked closely with representatives of the Ruffin Companies in drafting the original legislation and subsequent amendments, and continues to meet with legislators on the key provisions. Attached to this resolution is the bill draft upon which our endorsement is based.
- 3.) While none of our board members are experts on construction issues, we believe the estimates provided represent a good faith effort to provide guidance on the schedules involved, and reflect a workable timetable for reopening.
- 4.) In terms of racing days, no changes in current law are proposed in the bill draft proposed last year and adopted for the upcoming session. Current law specifies the required days of racing, with a provision to negotiate a different schedule subject to approval of the Greyhound Breed Registry and the Kansas Racing and Gaming Commission. The Kansas Greyhound Association is willing to work with the tracks on scheduling issues to provide mutual benefit to both tracks and greyhound operators. The scope and type of schedule is wholly reliant on which tracks ultimately open, and the success of those facilities.

The Kansas Greyhound Association Board, for the reasons outlined in this resolution formally endorse the proposed plan for reopening both the Wichita Greyhound Park and Camptown Greyhound Park, and respectfully request that the commission grant an extension of the license revocation until an appropriate time following the conclusion of the next legislative session.

Approved: September 3, 2009



Steve Ward
President

The Kansas Quarter Horse Racing Association

P.O. Box 228 / 210 N Jefferson • Eureka, KS 67045
Toll Free (866) 583-7510 • (620) 583-7510 • FAX (620) 583-7118
Web Address www.kqhra.com • E-Mail kqhra@sbcglobal.net

September 4, 2009

Kansas Racing and Gaming Commission

Re: Endorsement of proposed plan for reopening Wichita Greyhound Park and Camptown Greyhound Park by the Ruffin Companies

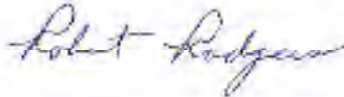
Honorable Commissioners:

In July at the regularly scheduled Kansas Racing and Gaming Commission held at Anthony, Kansas, the Commission provided an additional 60 days for the racetrack owners to submit specific plans for reopening their tracks for live racing. The Ruffin Companies have provided a specific plan. They also have a very clearly defined legislative package to be pursued at the next session of the Kansas Legislature beginning in January 2010. At this point in time the KQHRA is ready to endorse the Ruffin Companies plan. We would urge the Kansas Racing and Gaming Commission to amend any license revocation order to allow Ruffin Companies adequate time to fulfill the specific plans for reopening their tracks for live racing.

The Kansas Quarter Horse Racing Association wishes to endorse the proposed plan for reopening both the Wichita Greyhound Park and Camptown Greyhound Park, and we respectfully request the Kansas Racing and Gaming Commission grant an extension of the license revocation until the end of the next legislative session of the Kansas Legislature.

The KQHRA is prepared to address the Racing Commission at your next hearing on September 11, 2009, if necessary, and will gladly answer any question you may have.

Respectfully,



Robert Rodgers
President, KQHRA

Robert Rodgers
PRESIDENT, KQHRA
9237 N West Rd • Hesston, KS 67062
(620) 327-2626

Renee Jones
SECRETARY, KQHRA
P.O. Box 228 • 210 N Jefferson
Eureka, KS 67045

Wichita Greyhound
Park-Camptown/
The Racing
Association of Kansas
Southeast



PROCESSED

2009 SEP -2 P 12: 57

September 1, 2009

Mr. Steve Martino
Executive Director
Kansas Racing and Gaming Commission
700 SW Harrison St. Suite 420
Topeka, KS 66603-3929

RECEIVED
KANSAS RACING AND
GAMING COMMISSION

Dear Mr. Martino,

As you know, the Kansas Racing and Gaming Commission during its meeting on July 17, 2009 passed the following motion:

I move that the commission extend the deadline for the revocation of the pari-mutuel licenses of The Racing Association of Kansas East, Kansas Racing LLC, The Racing Association of Kansas Southeast, Wichita Greyhound Park Inc. (Camptown), Wichita Greyhound Park Inc. and Wichita Greyhound Charities Inc. for sixty days to allow the licensees to provide proposed race dates and a re-opening plan to the commission. If no race dates or re-opening plan is provided at that time, the licenses shall be automatically revoked.

Our company is sincerely committed in retaining its licenses for the Wichita Greyhound Park and Camptown Greyhound Park. To that end, under this cover, you will find both a re-opening plan and racing plan for both facilities. It is my hope that you, Chairman Sader and the other members of the Commission will accept this proposal in the manner it is submitted, in the spirit of cooperation and to re-open our facilities contingent on the passage of amended legislation to make these operations financially viable.

We would invite the opportunity discuss the submissions with you at your convenience, prior to the September 11, 2009 meeting of the Commission, should you have any questions. We believe this submission will meet the requirements of the Commission and your letter dated August 4, 2009. We look forward to working with your agency in the future and our commitment to resuming operations at both facilities once proposed legislation is enacted.

Sincerely,
Wichita Greyhound Park, Inc.

Phillip G. Ruffin, Jr.

August 4, 2009

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Bruce Schmitter
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Suite A
St. Joseph, Missouri 64506

RE: Commission's motion on July 17 concerning licensees

Dear Licensees:

At its July 17 meeting, the Racing and Gaming Commission extended by 60 days the revocation date of each of your licenses to give you an opportunity to provide the commission with additional information. The commission's motion and the discussion afterward highlighted that the submission must include the following information:

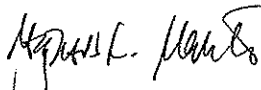
1. A plan to reopen each racetrack that has a license. This plan should include details for construction; hiring of management, race officials and staff; and what specifically needs to be accomplished before live racing can commence.

2. A timeline to restart racing. This timeline should detail construction; hiring; acquisition of necessary equipment; and when live racing, both greyhound and horses, if applicable, will restart.
3. An active agreement between each track's organization and facility licensee.
4. If the reopening of a racetrack is contingent on the passage of additional gaming legislation, please note that. Since timelines cannot be constructed for an uncertain future date, I would encourage that your timelines specify the length of time it will take to achieve certain events, such as construction, hiring, equipment purchases and commencement of racing, from passage of any statutory change.

These submissions are subject to the consideration and approval of the commission. The extended deadline is now September 21. However, I believe that the commission would like to address these issues at its September 11 meeting. To that end, we request that you submit any information responsive to the commission's motion to our office no later than noon, September 3, so it can be included in the agenda packet. If that is not possible, please contact me.

If you have any questions regarding this matter, please let me know.

Sincerely,


Stephen L. Martino
Executive Director

cc: Commissioners, KRGC

RE-OPENING PLAN
FOR
WICHITA GREYHOUND PARK

The following re-opening plan is submitted to the members of the Kansas Racing and Gaming Commission through Executive Director Steve Martino. The purpose of this plan is to conform with the motion passed by the Commission during their July 17, 2009 meeting, and as detailed in the letter dated August 4, 2009 by the Executive Director.

To achieve the extension contemplated in the motion and Executive Director letter the following submission is made.

This re-opening plan is contingent upon passage of legislation. The legislative relief should provide for changes in revenue distribution that allows for an appropriate return on the facilities. Two triggers are contemplated for the re-opening plan for Wichita Greyhound Park; the final passage and signature of the legislation referenced above and after the passage of a ballot initiative in Sedgwick County:

1. *A plan to reopen each racetrack that has a license.* Within 60 days of the amendment is published in the State Registry, a construction and renovation plan will be submitted for the Commission's consideration.

Executive management is in place for the facility. The general manager will be named within 30 days of the passage of the ballot initiative. Director of Gaming will be named within 30 days of the passage of the ballot initiative. The hiring timeline for race officials and staff will commensurate with the proposed race dates, which will be submitted within 90 days of the certification of the election.

2. *A timeline to restart racing.* The renovation (construction) timeline is forecasted at 180 days to ready the facility to accommodate electronic gaming. Following the completion of the renovation phase, the facility will begin to accept slot machines from approved vendors, furniture, fixtures, and other operations equipment. This phase is expected at 45 days.

3. *An active agreement between each track's organization and facility licensee.* The management agreement with Wichita Greyhound Park, Inc. and Wichita Greyhound Charities, Inc. was not terminated and is in force. Both parties believe that there will be an "active agreement" by the September 3, 2009 response target date.

4. *Reopening the racetrack is contingent on the two triggers referenced above.*

Timelines for certain events once proposed legislation is signed into law:

Renovation Plan to KRGC – 60 days

Ballot Initiative – 90 days

Timelines for certain events from certification of the election in Sedgwick County:

Construction

Mobilization – 30 days

Construction – 180 days (30 days from election certification)

FF&E / Training – 45 days (210 days from election certification)

Hiring

Construction personnel – 30 days

Key Managers – 120 to 150 days

Kennels – 210 days

Support Staff – 150 to 210 days

Equipment Purchases

Racing Equipment Lease/Purchase – 150 days

Gaming Equipment – 120 to 150 days

FF&E – 90 to 150 days

Target Opening Date

255 days from successful ballot initiative in Sedgwick County

RACING PLAN
FOR
WICHITA GREYHOUND PARK

The following racing plan is submitted to the members of the Kansas Racing and Gaming Commission through Executive Director Steve Martino. The purpose of this plan is to conform with the motion passed by the Commission during their July 17, 2009 meeting, and as detailed in the letter dated August 4, 2009 by the Executive Director.

To achieve the extension contemplated in the motion and Executive Director letter the following submission is made.

Wichita Greyhound Park, Inc. and Wichita Greyhound Charities, Inc. jointly propose a race dates submission within 60 days after a successful ballot initiative in Sedgwick County resulting from the final passage and signature of the previously referenced proposed legislation. As this plan is conditional on the passage of this amendment and a successful ballot initiative, it is not possible to provide specific proposed race dates until these conditions are met. Both organizations are sincerely committed to propose race dates once the conditions of the re-opening plan are met, and will do so once timelines for an opening date are more apparent.

RE-OPENING PLAN
FOR
CAMPTOWN GREYHOUND PARK

The following reopening plan is submitted to the members of the Kansas Racing and Gaming Commission through Executive Director Steve Martino. The purpose of this plan is to conform with the motion passed by the Commission during their July 17, 2009 meeting, and as detailed in the letter dated August 4, 2009 by the Executive Director.

To achieve the extension contemplated in the motion and Executive Director letter the following submission is made.

This re-opening plan is contingent upon passage of legislation. The legislative relief should provide for changes in revenue distribution that allows for an appropriate return on the facilities. Once the amended legislation is published in the State Registry, this will trigger the commencement of the following re-opening plan:

1. *A plan to reopen each racetrack that has a license.* Within 30 days of final passage and signature of the Act referenced above construction will commence again at Camptown. The general contractor has indicated this amount of time to re-bid and re-mobilize construction personnel. No substantial changes to the facility are planned from the previously submitted and approved facility renovation.

Executive management is in place for the facility. The general manager of pari-mutuel operations will resume his duties within 14 days of the passage of the amendment. Director of gaming will be named within 30 days. The hiring timeline for race officials and staff will commensurate with the proposed race dates, which will be submitted within 60 days of signature of the amendment into law.

2. *A timeline to restart racing.* The construction timeline previously submitted and approved has 150 calendar days (180 total after law change) to complete the facility and have it ready for occupation. The general contractor does not foresee any issues resuming this schedule. Following the completion of the construction phase, the facility will begin to accept slot machines from approved vendors, furniture, fixtures, and other operations equipment. This phase is expected at 30 days (210 total after law change).

3. *An active agreement between each track's organization and facility licensee.* The Camptown Greyhound Park management agreement with TRAK SE dated August 1, 2007, previously submitted and approved by the Commission is in the

re-activation process. Both parties believe that there will be an "active agreement" by the September 3, 2009 response date.

4. *Reopening the racetrack is contingent on the passage of additional gaming legislation.* Timelines for certain events once proposed legislation is signed into law:

Construction

Remobilization – 30 days

Construction – 150 days (180 days from law change)

FF&E / Training – 30 days (210 days from law change)

Hiring

Construction personnel – 30 days

Key Managers – 90 to 120 days

Kennels – 180 days

Support Staff – 120 to 180 days

Equipment Purchases

Racing Equipment Lease/Purchase – 90 days

Gaming Equipment – 90 to 120 days

FF&E – 60 to 120 days

Target Opening Date

210 days from proposed legislation is signed into law

RACING PLAN
FOR
CAMPTOWN GREYHOUND PARK

The following racing plan is submitted to the members of the Kansas Racing and Gaming Commission through Executive Director Steve Martino. The purpose of this plan is to conform with the motion passed by the Commission during their July 17, 2009 meeting, and as detailed in the letter dated August 4, 2009 by the Executive Director.

To achieve the extension contemplated in the motion and Executive Director letter the following submission is made.

Camptown Greyhound Park and TRAK SE jointly propose a race dates submission within 60 days after the previously referenced proposed legislation is published in the State Registry. As this plan is conditional on the passage of this amendment, it is not possible to provide specific proposed race dates until the condition is met. Both organizations are sincerely committed to propose race dates once the conditions of the re-opening plan are met, and will do so once timelines for an opening date are more apparent.

**Kansas Greyhound Association
711 Old HWY 40
Abilene, KS 67410**

September 3, 2009

Kansas Racing and Gaming Commission
Stephen Martino, Executive Director

Re: Endorsement of proposed plan for reopening Wichita Greyhound Park and Camptown Greyhound Park by the Ruffin Companies.

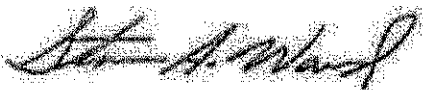
Attached to this letter is a resolution endorsing an extension of the license revocation order for the two race track facilities owned by the Ruffin Companies. Please forward the resolution and all attachments, including this cover letter to the full commission for consideration at its hearing on September 11, 2009.

Our previous resolution calling for revocation of the licenses of the racetrack facilities noted the lack of a plan, lack of specific legislation, no clear detail of how legislative changes were going to be pursued, and a lack of confidence in the track owners' ability to marshal such a legislative effort.

With the Commission action in July to provide an additional 60 days for the track owners to submit specific plans, the Ruffin Companies have provided a specific plan, a clearly defined legislative package and improved communication with the Ruffin Companies and as a result, we are more confident in the prospects for success.

The KGA is prepared to address these issues at the Commission's hearing on September 11th, if appropriate, as well as answer questions you may have.

On behalf of the KGA Board of Directors,



**Kansas Greyhound Association
711 Old Hwy 40
Abilene, KS 67410**

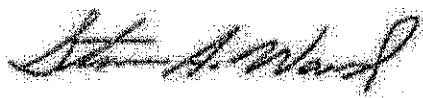
Resolution

Upon consideration of the Board of Directors of the Kansas Greyhound Association on September 3rd, 2009, the board makes the following findings in regards to a plan presented to the Kansas Racing and Gaming Commission for the reopening of the Wichita Greyhound Park and Camptown Greyhound Park.

- 1.) We have confidence in the commitment to move forward, and the financial capability of the Ruffin Companies to execute this plan as described. Mr. Ruffin has been consistent in his commitment to reopen his tracks if legislation passes amending the gaming legislation as proposed.
- 2.) Though the plan itself does not explicitly define legislation to be proposed to the legislature in the upcoming session, the fact that the bill is already in place with key issues defined provides a clear understanding of the expectations regarding the legislative issues. The Kansas Greyhound Association worked closely with representatives of the Ruffin Companies in drafting the original legislation and subsequent amendments, and continues to meet with legislators on the key provisions. Attached to this resolution is the bill draft upon which our endorsement is based.
- 3.) While none of our board members are experts on construction issues, we believe the estimates provided represent a good faith effort to provide guidance on the schedules involved, and reflect a workable timetable for reopening.
- 4.) In terms of racing days, no changes in current law are proposed in the bill draft proposed last year and adopted for the upcoming session. Current law specifies the required days of racing, with a provision to negotiate a different schedule subject to approval of the Greyhound Breed Registry and the Kansas Racing and Gaming Commission. The Kansas Greyhound Association is willing to work with the tracks on scheduling issues to provide mutual benefit to both tracks and greyhound operators. The scope and type of schedule is wholly reliant on which tracks ultimately open, and the success of those facilities.

The Kansas Greyhound Association Board, for the reasons outlined in this resolution formally endorse the proposed plan for reopening both the Wichita Greyhound Park and Camptown Greyhound Park, and respectfully request that the commission grant an extension of the license revocation until an appropriate time following the conclusion of the next legislative session.

Approved: September 3, 2009



Steve Ward
President

From: David McLane [mailto:David@spigarelli-law.com]
Sent: Tuesday, September 01, 2009 3:21 PM
To: KRCG Mailbox
Cc: b.shea@ruffinco.com; lgrilz@cox.net
Subject: TRAK Southeast - Ruffin agreement

Stephen -

The members of the board of directors of TSE have directed me to communicate to the commission their unanimous support for the re-opening plan for Camptown Greyhound Park, submitted (or to be submitted) by Mr. Ruffin's group pursuant to the KRCG 's action of July 17, 2009.

Please advise the commission that we are in the process of circulating - for appropriate signature - a written agreement between TSE and WGP, Inc. reinstating and updating the parties' Management Agreement of August 1, 2007. We will make every effort to have a copy of the executed agreement to your office by 9/3/09. Please be assured that there are no problems or areas of disagreement. It is simply a matter of getting the document prepared, circulated and signed.

Incidentally, Stephen, I will forward a copy of the minutes of our 8/24/09 meeting as soon as they are approved. Please let me know if you need any further information or documentation at this time.

Very Truly Yours,

David McLane

The Kansas Quarter Horse Racing Association

P.O. Box 228 / 210 N Jefferson • Eureka, KS 67045
Toll Free (866) 583-7510 • (620) 583-7510 • FAX (620) 583-7118
Web Address www.kqhra.com • E-Mail kqhra@sbcglobal.net

September 4, 2009

Kansas Racing and Gaming Commission

Re: Endorsement of proposed plan for reopening Wichita Greyhound Park and Camptown Greyhound Park by the Ruffin Companies

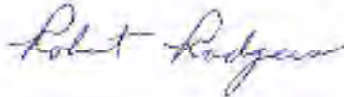
Honorable Commissioners:

In July at the regularly scheduled Kansas Racing and Gaming Commission held at Anthony, Kansas, the Commission provided an additional 60 days for the racetrack owners to submit specific plans for reopening their tracks for live racing. The Ruffin Companies have provided a specific plan. They also have a very clearly defined legislative package to be pursued at the next session of the Kansas Legislature beginning in January 2010. At this point in time the KQHRA is ready to endorse the Ruffin Companies plan. We would urge the Kansas Racing and Gaming Commission to amend any license revocation order to allow Ruffin Companies adequate time to fulfill the specific plans for reopening their tracks for live racing.

The Kansas Quarter Horse Racing Association wishes to endorse the proposed plan for reopening both the Wichita Greyhound Park and Camptown Greyhound Park, and we respectfully request the Kansas Racing and Gaming Commission grant an extension of the license revocation until the end of the next legislative session of the Kansas Legislature.

The KQHRA is prepared to address the Racing Commission at your next hearing on September 11, 2009, if necessary, and will gladly answer any question you may have.

Respectfully,



Robert Rodgers
President, KQHRA

Robert Rodgers
PRESIDENT, KQHRA
9237 N West Rd • Hesston, KS 67062
(620) 327-2626

Renee Jones
SECRETARY, KQHRA
P.O. Box 228 • 210 N Jefferson
Eureka, KS 67045

September 2009 - August 2010

Commission Planner

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SEPTEMBER

11 Commission Meeting

OCTOBER

8 Commission Meeting

NOVEMBER

13 Commission Meeting (Tentatively in Dodge City)

DECEMBER

11 Commission Meeting

JANUARY

15 Commission Meeting

FEBRUARY

12 Commission Meeting

MARCH

12 Commission Meeting

APRIL

16 Commission Meeting

MAY

14 Commission Meeting

JUNE

11 Commission Meeting

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