

Approved: 2-17-97
Date

MINUTES OF THE HOUSE COMMITTEE ON FEDERAL AND STATE AFFAIRS.

The meeting was called to order by Chairperson Garry Boston at 1:30 p.m. on February 5, 1997 at the Kansas Lottery Office, 128 N. Kansas Avenue

All members were present except: Representative John Ballou, Excused
Representative Troy Findley, Excused
Representative Thomas Klein, Excused
Representative Steve Lloyd, Excused
Representative Bill Mason, Excused
Representative Doug Mays, Excused
Representative Edward Pugh, Excused
Representative Dale Swenson, Excused
Representative Jene Vickrey, Excused

Committee staff present: June Evans, Committee Secretary

Greg Ziemak, Executive Director, Kansas Lottery, welcomed the committee members and introduced the key staff members. The committee was briefed on the various departments and toured the lottery facility and GTEC.

It was asked what amount of sales the largest retailer and the smallest retailer sold in lottery products . The largest annual amount has been \$1.9 million and the smallest amount \$7,000. The retailer receives 5% of the sales. There are approximately 40,000 instant games played a day. On the average a pack of \$300 games are sold in 27 days. Tickets have to be activated by the Lottery and the retailer before they are sold for play. The retailer purchases tickets on a 90-day consignment. Security is very high with key pad entrance and cameras in all areas. Visitors must sign in and are assigned a badge. The computers are provided by GTEC. The games are provided by Woodcraft. The Marketing Division travels to different sites meeting people and introducing new games and promoting the lottery. The lottery has their own home page on the web-site. An outside audit verified the lottery's audit.

The meeting adjourned at 2:50 p.m. The next meeting will be February 6.