

MINUTES OF THE SENATE COMMITTEE ON WAYS AND MEANS.

The meeting was called to order by Chairperson Stephen Morris at 12:05 p.m. on February 27, 2003, in Room 123-S of the Capitol.

All members were present except: Senator Christine Downey - excused  
Senator Dave Kerr - excused

Committee staff present:

Alan Conroy, Director, Kansas Legislative Research Department  
J. G. Scott, Chief Fiscal Analyst, Kansas Legislative Research Department  
Martha Dorsey, Kansas Legislative Research Department  
Melissa Calderwood, Kansas Legislative Research Department  
Julian Efird, Kansas Legislative Research Department  
Nicoletta Buonasera, Kansas Legislative Research Department  
Michael Corrigan, Assistant Revisor of Statutes  
Judy Bromich, Administrative Analyst

Conferees appearing before the committee: None

Others attending: See attached list

Copies of the Kansas Legislative Research Department Budget Analysis Report for FY 2003 and FY 2004 were distributed to the committee.

Subcommittee reports on:

**Kansas Lottery (Attachment 1)**

Subcommittee Chairwoman Schodorf reported that the Subcommittee concurs with the recommendation of the Governor with adjustment for FY 2003.

Subcommittee Chairwoman Schodorf reported that the Subcommittee concurs with the recommendation of the Governor with additional recommendations and comments for FY 2004.

Senator Barone moved, with a second by Senator Schodorf, to adopt the subcommittee report for the Kansas Lottery for FY 2003 and FY 2004. Motion carried on a voice vote.

**Kansas Racing and Gaming Commission (Attachment 2)**

Subcommittee Chairwoman Schodorf reported that the Subcommittee concurs with the recommendation of the Governor for FY 2003.

Subcommittee Chairwoman Schodorf reported that the Subcommittee concurs with the recommendation of the Governor with additional comments and recommendations for FY 2004.

Senator Schodorf moved, with a second by Senator Barone, to adopt the subcommittee report for the Kansas Lottery for FY 2003 and FY 2004. Motion carried on a voice vote.

**Bill Introduction**

Senator Jackson moved, with a second by Senator Jordan, to introduce a bill concerning lotteries; authorizing electronic gaming machines and other lottery games at certain locations (3rs0884). (Note: Senator Jackson explained that a bill was introduced earlier and this bill has technical corrections regarding it.) Motion carried on a voice vote.

The meeting adjourned at 12:30 p.m. The next meeting is scheduled for March 5, 2003.

SENATE WAYS AND MEANS COMMITTEE  
GUEST LIST

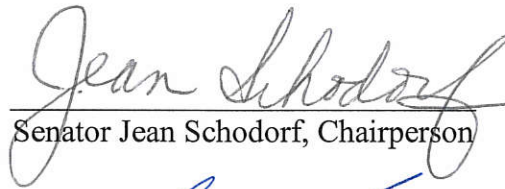
DATE February 27, 2003

NAME	REPRESENTING
Ed Van Petten	Kan. Lottery
Keith Zook	KS Lottery
Jim Howden	" "
<del>IRADY Del</del>	KS Racing + Gaming Comm / State Gaming
Mike Huddles	KS. Governmental Consulting

**SENATE SUBCOMMITTEE REPORTS**

**Kansas Lottery  
Kansas Racing and Gaming Commission**

FY 2003 and FY 2004



Senator Jean Schodorf, Chairperson



Senator Jim Barone



Senator Nick Jordan

# House Budget Report

**Agency:** Kansas Lottery

**Bill No.**

**Bill Sec.**

**Analyst:** Efird

**Analysis Pg. No.** 1363

**Budget Page No.** 323

<u>Expenditure Summary</u>	<u>Agency Est. FY 03</u>	<u>Governor's Recommendation FY03</u>	<u>Budget Adjustments</u>
State Operations	\$ 20,957,500	\$ 20,957,500	\$ 0
Aid to Local Units	0	0	0
Other Assistance*	125,186,400	39,013,237	0
Subtotal—Operating	\$ 146,143,900	\$ 59,970,737	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 146,143,900</u>	<u>\$ 59,970,737</u>	<u>\$ 0</u>
State General Fund	\$ 0	\$ 0	\$ 0
All Other Funds	146,143,900	59,970,737	0
TOTAL	<u>\$ 146,143,900</u>	<u>\$ 59,970,737</u>	<u>\$ 0</u>
FTE Positions	87.0	87.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
TOTAL	<u>87.0</u>	<u>87.0</u>	<u>0.0</u>

**\*Note:** Previously, the *Governor's Budget Report* had included nonreportable expenditures for retailer commissions and retailer paid prizes that are not recorded in the State Treasury. However, beginning with the FY 2004 budget submission, only the reportable state-paid prizes are included in the *Governor's Budget Report*. For historical purposes, the total financial activity for state and local prizes and retailer commissions is reflected in this table for FY 2002 actual expenditures and FY 2003 to FY 2004 as requested by the agency. Amounts that are included above, but are not reflected in the *Governor's Budget Report* are \$75,794,570 in FY 2002, \$86,173,163 in FY 2003, and \$88,787,143 in FY 2004.

## Agency Est./Governor's Recommendation

The agency's revised request includes an increase of \$97,234 for state operations and an increase of \$848,400 for prizes and retailer commissions. The Governor concurs with the increased expenditures of \$97,234 for state operations, but recommends a reduction of \$86.2 million in removing local paid prizes and retailer commissions from the budget as what is described as a "technical adjustment" in Division of the Budget materials. The approved budget amount of \$145,198,266 was reflected in the *FY 2003 Comparison Report* published by the Division of the Budget after the 2002 Legislature.

## **Budget Committee Recommendation**

The Budget Committee concurs with the Governor's FY 2003 recommendation and makes the following additional adjustment:

1. A technical amendment to last Session's appropriations is required in order to reconcile two inconsistent provisions regarding transfers. Section 86(b) of Chapter 204 and Section 15(c) of Chapter 205 would have required two separate transfers be made on July 15, 2002. The Legislature did not intend that two transfers totaling \$8.5 million be made from the Lottery Operating Fund in one month. Section 15(c) of Chapter 205 should have replaced the earlier transfer language, but Section 86(b) of Chapter 204 was not repealed as it should have been. The technical correction is to repeal that provision in Chapter 204 and to clarify that Section 15(c) of Chapter 205 was intended to replace the earlier provision. A joint letter from the Director of the Budget and the Director of Legislative Research stated the problem and solution, with a recommendation that the Director of Accounts and Reports only transfer a \$4.0 million amount as intended. That transfer has taken place, and the other transfers now needs to be repealed since it has not been made as requested in the joint letter of July 30, 2002.

## **House Appropriations Committee**

The Committee concurs.

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**Senate Subcommittee Report**

**Agency:** Kansas Lottery

**Bill No.**

**Bill Sec.**

**Analyst:** Efird

**Analysis Pg. No.** 1363

**Budget Page No.** 323

Expenditure Summary	Agency Est. FY 03	Governor's Recommendation FY03	Subcommittee Adjustments
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Aid to Local Units	0	0	0
Other Assistance*	125,186,400	39,013,237	0
Subtotal--Operating	\$ 146,143,900	\$ 59,970,737	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 146,143,900</u>	<u>\$ 59,970,737</u>	<u>\$ 0</u>
State General Fund	\$ 0	\$ 0	\$ 0
All Other Funds	146,143,900	59,970,737	0
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**Agency Est./Governor's Recommendation**

The agency's revised request includes an increase of \$97,234 for state operations and an increase of \$848,400 for prizes and retailer commissions. The Governor concurs with the increased expenditures of \$97,234 for state operations, but recommends a reduction of \$86.2 million in removing local paid prizes and retailer commissions from the budget as what is described as a "technical adjustment" in Division of the Budget materials. The approved budget amount of \$145,198,266 was reflected in the *FY 2003 Comparison Report* published by the Division of the Budget after the 2002 Legislature.

**Senate Subcommittee Recommendation**

The Subcommittee concurs with the Governor's FY 2003 recommendation and makes the following additional adjustment:

1. A technical amendment to last Session's appropriations is required in order to reconcile two inconsistent provisions regarding transfers. Section 86(b) of Chapter 204 and Section 15(c) of Chapter 205 would have required two separate transfers be made on July 15, 2002. The Legislature did not intend that two transfers totaling \$8.5 million be made from the Lottery Operating Fund in one month. Section 15(c) of Chapter 205 should have replaced the earlier transfer language, but Section 86(b) of Chapter 204 was not repealed as it should have been. The technical correction is to repeal that provision in Chapter 204 and to clarify that Section 15(c) of Chapter 205 was intended to replace the earlier provision.

## House Budget Report

**Agency:** Kansas Lottery

**Bill No.**

**Bill Sec.**

**Analyst:** Efird

**Analysis Pg. No.** 1363

**Budget Page No.** 323

Expenditure Summary	Agency Req. FY 04	Governor's Recommendation FY04	Budget Adjustments
State Operations	\$ 20,509,700	\$ 19,966,900	\$ 0
Aid to Local Units	0	0	0
Other Assistance*	129,032,100	40,244,957	0
Subtotal—Operating	\$ 149,541,800	\$ 60,211,857	\$ 0
Capital Improvements	0	0	0
TOTAL	<u>\$ 149,541,800</u>	<u>\$ 60,211,857</u>	<u>\$ 0</u>
State General Fund	\$ 0	\$ 0	\$ 0
All Other Funds	149,541,800	60,211,857	0
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### Agency Req./Governor's Recommendation

The agency requests a net increase of \$3,397,900 in expenditures, including a reduction in state operations administrative expenses of \$447,800, an increase in state paid prizes of \$1,231,720, and local paid prizes and retailer commissions of \$2,613,980.

For FY 2004, the Governor recommends a 5.9 percent reduction in expenditures for all biennial budget agencies and for selected other agencies, including the Kansas Lottery. The reduction is intended to match the 5.9 percent allotment reductions that most other agencies absorbed in FY 2003 (2.0 percent in August 2002 and 3.9 percent in November 2002). The amount reduced from this agency's budget for the 5.9 percent reduction totals \$542,800. This amount will be transferred to the State General Fund. As a result, the net increase recommended by the Governor in FY 2004 is \$241,120, with a reduction of \$990,600 in state operations administrative expenses and an increase in state paid prizes of \$1,231,720. In keeping with the "technical adjustment" of not reporting local paid prizes and retailer commissions, the total amount not reflected in FY 2004 for local paid prizes and retailer commissions is \$88,787,143.

Under the Governor's FY 2004 **statutory budget recommendation** for this agency, the Governor's recommendation for the agency's SGF budget would have to be reduced by an additional \$0.



## **Budget Committee Recommendation**

The Budget Committee concurs with the Governor's FY 2004 recommendation and makes the following additional comments:

1. Received information about cell phone use from the Lottery indicating that the audit had helped identify and provide a review that ultimately reduced costs for these devices and eliminated the problems identified in the audit. The Budget Committee concurs that any problems have been corrected with the Director's affirmative action in addressing the cell phone issue.
2. Express concern about the Governor's recommendation for a 5.9 percent reduction in expenditures that applies to all biennial budget agencies and selected other agencies, including the Kansas Lottery. The reduction is intended to match the 5.9 percent allotment reductions that most other agencies absorbed in FY 2003 (2.0 percent in August 2002 and 3.9 percent in November 2002). According to Volume 1 of the Governor's Budget Report, the 5.9 percent reduction is intended to be an adjustment to overall Lottery operating expenditures. No attempt was made to identify reductions by specific expenditure categories. The amount reduced from this agency's budget for the 5.9 percent reduction totals \$542,800. This amount will be transferred to the SGF in addition to the \$10.3 million recommended by the Governor in FY 2004. Any reduction of this magnitude may have an adverse effect on sales. The Director noted that he would try to limit cuts in advertising to between \$150,000 and \$200,000 in FY 2004, with other areas, such as salaries targeted for reductions. The Committee is concerned that such reductions in budgets of agencies that generate revenue flows for the state are counterproductive.
3. Note that the FY 2004 SGF transfer depends upon sales increasing from \$205.0 million in FY 2003 to \$209.8 million in FY 2004. According to Volume 1 of the Governor's Budget Report, the transfers in FY 2004 would be based on a transfer rate of 20 percent of pull-tab sales and 30 percent of all other ticket sales. However, the Director reported that the Office of Governor Sebelius will support the Lottery in legislation that will modify statutory transfer language in KSA 74-8711 to allow the Lottery to transfer those sums of money not needed for the monthly operation of the Lottery. In FY 2003, the Legislature approved a one-year modification of the statutory provision that transfers in FY 2003 are scheduled at not less than \$4.5 million per month and for a grand total of at least \$59.0 million. The Governor concurs that an estimated \$9.0 million will accrue in the SGF at the end of FY 2003 based on this method. The Director reported that he expects the SGF transfer in FY 2003 will total \$11 million under this new method, based on sales information through early February 2003.

## **House Appropriations Committee**

The Committee concurs.

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**Senate Subcommittee Report**

**Agency:** Kansas Lottery

**Bill No.**

**Bill Sec.**

**Analyst:** Efird

**Analysis Pg. No.** 1363

**Budget Page No.** 323

Expenditure Summary	Agency Req. FY 04	Governor's Recommendation FY04	Subcommittee Adjustments
State Operations	\$ 20,509,700	\$ 19,966,900	\$ 0
Aid to Local Units	0	0	0
Other Assistance*	129,032,100	40,244,957	0
Subtotal--Operating	\$ 149,541,800	\$ 60,211,857	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 149,541,800</b>	<b>\$ 60,211,857</b>	<b>\$ 0</b>
State General Fund	\$ 0	\$ 0	\$ 0
All Other Funds	149,541,800	60,211,857	0
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FTE Positions	87.0	87.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>87.0</b>	<b>87.0</b>	<b>0.0</b>

**\*Note:** Previously, the *Governor's Budget Report* had included nonreportable expenditures for retailer commissions and retailer paid prizes that are not recorded in the State Treasury. However, beginning with the FY 2004 budget submission, only the reportable state-paid prizes are included in the *Governor's Budget Report*. For historical purposes, the total financial activity for state and local prizes and retailer commissions is reflected in this table for FY 2002 actual expenditures and FY 2003 to FY 2004 as requested by the agency. Amounts that are included above, but are not reflected in the *Governor's Budget Report* are \$75,794,570 in FY 2002, \$86,173,163 in FY 2003, and \$88,787,143 in FY 2004.

**Agency Req./Governor's Recommendation**

The agency requests a net increase of \$3,397,900 in expenditures, including a reduction in state operations administrative expenses of \$447,800, an increase in state paid prizes of \$1,231,720, and local paid prizes and retailer commissions of \$2,613,980.

For FY 2004, the Governor recommends a 5.9 percent reduction in expenditures for all biennial budget agencies and for selected other agencies, including the Kansas Lottery. The reduction is intended to match the 5.9 percent allotment reductions that most other agencies absorbed in FY 2003 (2.0 percent in August 2002 and 3.9 percent in November 2002). The amount reduced from this agency's budget for the 5.9 percent reduction totals \$542,800. This amount will be transferred to the State General Fund. As a result, the net increase recommended by the Governor in FY 2004 is \$241,120, with a reduction of \$990,600 in state operations administrative expenses and an increase in state paid prizes of \$1,231,720. In keeping with the "technical adjustment" of not reporting local paid prizes and retailer commissions, the total amount not reflected in FY 2004 for local paid prizes and retailer commissions is \$88,787,143.

Under the Governor's FY 2004 **statutory budget recommendation** for this agency, the Governor's recommendation for the agency's SGF budget would have to be reduced by an additional \$0.

**Senate Subcommittee Recommendation**

The Subcommittee concurs with the Governor's FY 2004 recommendation and makes the following additional recommendations and comments:

1. Note that the FY 2004 SGF transfer depends upon sales increasing from \$205.0 million in FY 2003 to \$209.8 million in FY 2004. According to Volume 1 of the Governor's Budget Report, the transfers in FY 2004 would be based on a transfer rate of 20 percent of pull-tab sales and 30 percent of all other ticket sales. However, the Executive Director reported that the Governor will support the Lottery in legislation that will modify statutory transfer language in KSA 74-8711 to allow the Lottery to transfer those sums of money not needed for the monthly operation of the Lottery. SB 230 was introduced in Senate Federal and State Affairs Committee that would make monthly transfers in an amount certified by the Executive Director to be equal to the moneys in the Lottery Operating Fund in excess of those needed for expenses, retailer compensation, and prizes.
2. Commend the Executive Director for reductions in contract costs with key vendors, notably online games and online communications that have allowed savings to be redirected into prizes. Both online contracts were rebid as mandated by the Legislature, and the savings in FY 2004, compared with FY 2002 actual costs, allow almost \$2.5 million to be redirected into prizes for FY 2004, according to the Governor's recommendation. The Subcommittee recommends that an additional \$253,567 per month be transferred directly to the SGF in FY 2004( rather than \$542,800 recommended by the Governor as a one-time direct transfer that reflects a 5.9 percent reduction). The Subcommittee believes that the additional \$2.5 million should be directed to the SGF instead of prizes in FY 2004.

Lottery Proceeds	FY 02 Actual All Funds	Percent of Sales	FY 04 Gov. Rec. All Funds	Percent of Sales
Sales	\$ 189,901,181		\$ 209,800,000	
Prizes	98,963,631	52.1%	116,863,700	55.7%
Online Vendor Commission	7,126,220	3.8%	6,195,200	3.0%
Online Communications	3,324,477	1.8%	1,900,000	0.9%

3. The cash flow for the Lottery in recent months was requested in order to evaluate the reserves needed on hand for operating expenses. The Lottery was able to provide data for the past 22 months of its operations. The following data support the Subcommittee's belief that slightly less than \$260,000 per month may be reduced for transfers to the SGF in FY 2004.

<u>Calendar Year</u>	<u>Month</u>	<u>High Balance</u>	<u>Low Balance</u>	
2001	April	\$ 7,099,694	\$ 1,391,607	
	May	7,306,876	1,651,479	
	June	8,239,651	3,662,432	
	July	6,057,897	2,162,958	
	August	12,329,472	864,733	
	September	13,936,799	5,036,920	
	October	8,794,874	3,580,473	
	November	8,838,628	3,752,780	
	December	9,031,125	4,787,249	
	2002	January	8,926,079	3,896,984
		February	9,273,440	3,528,525
		March	8,044,830	4,306,121
April		9,507,953	4,343,980	
May		8,788,466	3,613,314	
June		8,857,173	4,849,163	
July		8,567,392	3,699,229	
August		8,495,168	4,351,495	
September		8,680,641	2,773,678	
October		7,218,485	2,015,188	
November		8,563,394	2,711,724	
December		9,265,550	2,961,755	
2003	January	12,208,401	3,986,224	

4. The Lottery maintains a separate law enforcement unit, and the Subcommittee began exploring whether it should continue as a separate unit within the Lottery, or whether the duties and functions could be performed either wholly or partially by outside law enforcement officials. No conclusions were reached, given the limited time for such review.

# House Budget Report

**Agency:** Kansas Racing and Gaming Commission

**Bill No.**

**Bill Sec.**

**Analyst:** Efird

**Analysis Pg. No.** 1373

**Budget Page No.** 335

Expenditure Summary	Agency Estimate FY 03	Governor's Recommendation FY03	Budget Adjustments
State Operations	\$ 4,567,735	\$ 4,567,735	\$ 0
Aid to Local Units	0	0	0
Other Assistance	1,642,000	1,642,000	0
Subtotal--Operating	\$ 6,209,735	\$ 6,209,735	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 6,209,735</b>	<b>\$ 6,209,735</b>	<b>\$ 0</b>
State General Fund	\$ 0	\$ 0	\$ 0
All Other Funds	6,209,735	6,209,735	0
<b>TOTAL</b>	<b>\$ 6,209,735</b>	<b>\$ 6,209,735</b>	<b>\$ 0</b>
FTE Positions	64.0	64.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>64.0</b>	<b>64.0</b>	<b>0.0</b>

## Agency Estimate/Governor's Recommendation

The agency includes a reduction of \$157,729 in expenditures for the racing operations due to employee turnover and reduced revenue from racing activities for FY 2003. The Governor concurs with the reduction in FY 2003 and includes an adjustment to the State Racing Fund expenditure limitation in the supplementary appropriations bills, reducing the limit from \$3,155,357 to \$2,997,628 for the fund.

## Budget Committee Recommendation

The Budget Committee concurs with the Governor's FY 2003 recommendation.

## House Appropriations Committee

The Committee concurs.

*Senate Ways and Means  
2-27-03  
Attachment 2*

### Senate Subcommittee Report

**Agency:** Kansas Racing and Gaming Commission

**Bill No.**

**Bill Sec.**

**Analyst:** Efird

**Analysis Pg. No.** 1373

**Budget Page No.** 335

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#### Senate Subcommittee Recommendation

The Subcommittee concurs with the Governor's FY 2003 recommendation.

# House Budget Report

**Agency:** Kansas Racing and Gaming Commission

**Bill No.**

**Bill Sec.**

**Analyst:** Efird

**Analysis Pg. No.** 1373

**Budget Page No.** 335

Expenditure Summary	Agency Request FY 04	Governor's Recommendation FY04	Budget Adjustments
State Operations	\$ 4,709,475	\$ 4,709,475	\$ 0
Aid to Local Units	0	0	0
Other Assistance	1,642,000	1,642,000	0
Subtotal--Operating	\$ 6,351,475	\$ 6,351,475	\$ 0
Capital Improvements	0	0	0
<b>TOTAL</b>	<b>\$ 6,351,475</b>	<b>\$ 6,351,475</b>	<b>\$ 0</b>
State General Fund	\$ 0	\$ 0	\$ 0
All Other Funds	6,351,475	6,351,475	0
<b>TOTAL</b>	<b>\$ 6,351,475</b>	<b>\$ 6,351,475</b>	<b>\$ 0</b>
FTE Positions	67.0	67.0	0.0
Non FTE Uncl. Perm. Pos.	0.0	0.0	0.0
<b>TOTAL</b>	<b>67.0</b>	<b>67.0</b>	<b>0.0</b>

## Agency Request/Governor's Recommendation

The agency's requested FY 2004 budget includes one enhancement of \$133,234 plus 3.0 FTE positions and a continuation of all other operating expenditures with an increase of \$8,506, primarily due to adjustments in fringe benefits, such as health insurance and KPERS rate increases. The Governor concurs with increasing FY 2004 expenditures as requested, with funding of \$133,234 and 3.0 FTE positions recommended for an enhancement in the gaming operations activity.

Under the Governor's FY 2004 **statutory budget recommendation** for this agency, the Governor's recommendation for the agency's SGF budget would have to be reduced by an additional \$0.

## Budget Committee Recommendation

The Budget Committee concurs with the Governor's FY 2004 recommendation.

## House Appropriations Committee

The Committee concurs.

### Senate Subcommittee Report

**Agency:** Kansas Racing and Gaming Commission

**Bill No.**

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Under the Governor's FY 2004 **statutory budget recommendation** for this agency, the Governor's recommendation for the agency's SGF budget would have to be reduced by an additional \$0.

#### Senate Subcommittee Recommendation

The Subcommittee concurs with the Governor's FY 2004 recommendation and makes the following additional comments and recommendations:

1. Requested information about the revised fiscal note for SB 6 as amended by the House Committee of the Whole. The bill, which is in conference, would change the per diem of Racing and Gaming Commissioners from being set by the

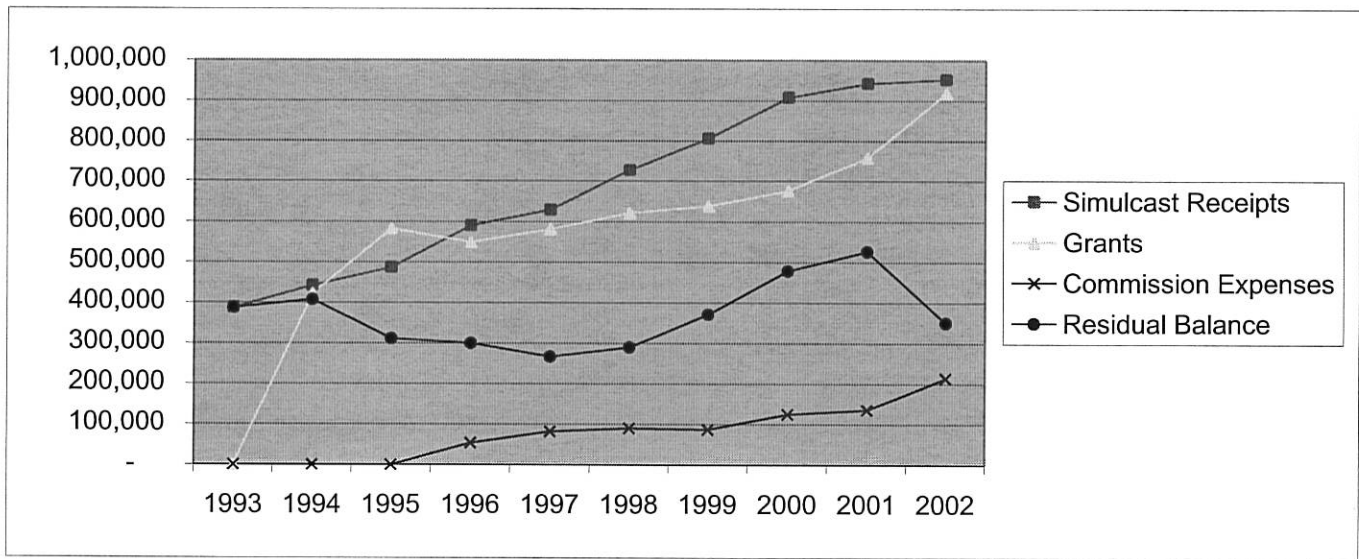


Governor, to statutorily set at legislative per diem. Currently, compensation set by the Governor is \$2,000 per month. Approximately 22-25 meetings of the Commission are held each year. Currently, three attorneys and one veterinarian serve on the board. The attorneys have served as hearing officers over the last three years, and there have been 90-100 cases per year to be heard. An average hearing takes two to three hours. In addition, the veterinarian reviews research grant proposals and oversees the laboratory drug testing program.

2. Note that the Horse Fair Racing Benefit Fund has a growing balance in excess of \$500,000, and that the past seven years the balance generally has grown each year. Over those seven years there has been a steady increase in revenue which is derived from a statutory provision that allocates one-third of simulcast receipts to this fund and two-thirds to the State Racing Fund. The grants awarded each year for the past seven years have been less than that current fiscal year receipts. The Subcommittee recommends that \$300,000 be transferred to the SGF in FY 2004 on October 1, 2003.

**Kansas Racing and Gaming Commission  
Horse Fair Racing Benefit Fund**

	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002
Carry Forward Balance	-	387,392	407,114	310,710	299,282	265,827	289,102	370,459	477,946	526,025
Canceled Encumbrances	-	-	-	-	1,421	7,524	500	1,500	-	4,465
Simulcast Receipts	387,392	441,400	485,977	590,550	628,310	726,515	805,405	906,503	941,448	951,825
Operating Transfer In	-	-	-	524	-	-	-	-	-	-
Grant Awards										
Anthony	-	179,345	176,746	179,039	174,300	160,000	138,480	150,000	158,000	350,517
Eureka	-	242,333	405,636	370,060	407,652	461,600	500,000	526,000	600,000	568,390
Total Grants	-	421,678	582,381	549,098	581,952	621,600	638,480	676,000	758,000	918,907
Commission Expenses	-	-	-	53,404	81,234	89,164	86,068	124,516	135,369	213,920
Total Expenditures	-	421,678	582,381	602,502	663,186	710,764	724,548	800,516	893,369	1,132,827
Residual Balance	387,392	407,114	310,710	299,282	265,827	289,102	370,459	477,946	526,025	349,488



Note 1 Grant Awards in 1994 and 1995 include Commission expenditures that are directly related to the regulation of the county fair meets.

Note 2 In 2002, a grant award in the amount of \$170,517 to the Anthony Count Fair was made in June. Previously this payment had been made in July.

**Kansas Racing and Gaming Commission  
Horse Fair Racing Benefit Fund  
Monthly Analysis - FY 2000 and 2001**

	FY 2000											
	July	August	September	October	November	December	January	February	March	April	May	June
Carry Forward Balance	370,460	216,786	284,515	354,976	413,053	492,262	549,660	633,704	716,323	549,677	615,710	429,588
Canceled Encumbrances	-	-	-	-	-	-	-	-	1,500	-	-	-
Simulcast Receipts	66,690	70,147	72,542	63,192	79,209	57,721	84,045	82,697	81,854	70,256	92,016	86,134
Operating Transfer In	-	-	-	-	-	-	-	-	-	-	-	-
Grant Awards												
Anthony	150,000	-	-	-	-	-	-	-	-	-	-	-
Eureka	-	-	-	-	-	-	-	-	250,000	-	276,000	-
Total Grants	150,000	-	-	-	-	-	-	-	250,000	-	276,000	-
Commission Expenses	70,364	2,418	2,081	5,115	-	323	-	79	-	4,222	2,138	37,776
Total Expenditures	220,364	2,418	2,081	5,115	-	323	-	79	250,000	4,222	278,138	37,776
Residual Balance	216,786	284,515	354,976	413,053	492,262	549,660	633,704	716,323	549,677	615,710	429,588	477,946

	FY 2001											
	July	August	September	October	November	December	January	February	March	April	May	June
Carry Forward Balance	477,946	399,268	463,267	506,841	577,205	652,549	710,236	792,277	865,852	645,555	732,210	478,308
Canceled Encumbrances	-	-	-	-	-	-	-	-	-	-	-	-
Simulcast Receipts	85,032	78,345	73,031	77,966	75,344	57,688	82,041	73,575	79,703	86,795	88,024	83,903
Operating Transfer In	-	-	-	-	-	-	-	-	-	-	-	-
Grant Awards												
Anthony	158,000	-	-	-	-	-	-	-	-	-	-	-
Eureka	-	-	-	-	-	-	-	-	300,000	-	300,000	-
Total Grants	158,000	-	-	-	-	-	-	-	300,000	-	300,000	-
Commission Expenses	5,710	14,346	29,458	7,602	-	-	-	-	-	140	41,926	36,187
Total Expenditures	163,710	14,346	29,458	7,602	-	-	-	-	300,000	140	341,926	36,187
Residual Balance	399,268	463,267	506,841	577,205	652,549	710,236	792,277	865,852	645,555	732,210	478,308	526,024

