

SESSION OF 2004

SUPPLEMENTAL NOTE ON SENATE BILL NO. 306

As Recommended by Senate Committee on
Ways and Means

Brief*

SB 306 would repeal the current statutory requirement for a yearly financial compliance audit of the Kansas Racing and Gaming Commission.

Background

The bill was recommended by the Legislative Post Audit Committee. The financial compliance audit consists of an analysis of the Commission's financial activity in the state accounting system. The compliance audit is performed under a contract that the Racing and Gaming Commission has with the Legislative Division of Post Audit. The audit is conducted by an outside accounting firm hired by the Legislative Division of Post Audit.

According to the fiscal note by the Legislative Post Auditor, enactment of SB 306 as introduced would save approximately \$7,000 (all funds) in FY 2005. The funding of the contract is equally split between the Tribal Gaming Fund and the State Racing Fund. The Legislative Post Auditor testified that elimination of the yearly financial audit would not increase the risk to the State since other compliance and control audit work would still monitor the financial compliance activities of the Commission. The Legislative Post Auditor also pointed out that the tracks and casinos will continue to have their own separate audits.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>