

Kansas Association of Addiction Professionals

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Testimony Regarding the Kansas Problem Gambling and Addictions Grant Fund

Chairperson McGinn and Members of the Legislative Budget Committee,

Thank you for the opportunity to provide testimony today regarding the Kansas Problem Gambling and Addictions Grant Fund. I am Les Sperling, CEO of the Central Kansas Foundation, based in Salina and providing addiction treatment services in central and western Kansas. I am also appearing today on behalf of the Kansas Association of Addiction Professionals (KAAP), the trade association of addiction treatment and prevention professionals from across the state of Kansas. We support Kansas Department on Aging and Disability Services (KDADS) Problem Gambling and Addictions Task Force recommendations for the future use of the Problem Gambling and Addictions Grant Funds. KDADS employed a comprehensive stakeholder process and we commend them for their work and conclusions.

The Expanded Lottery Act (2007 session Senate Bill 66, section 55 is attached) established the Problem Gambling and Addictions Grant Fund. Two percent of state gaming revenues are set aside for addressing problem gambling AND other addiction issues including a broad range of addiction treatment issues, address long-standing funding deficiencies and co-occurring addiction issues, as well as prevention services. The statute was generally limited in articulating the specific uses for funds and that has created problems in prior years. Treatment providers have been frustrated by the failure to make use of these funds. The FY 2013 budget, for example, used the PGAGF money to supplant State General Fund dollars for addiction treatment. The bookkeeping move saved the State \$6.5 million but did not expand any services at all. Now that KDADS has completed the Task Force recommendations, we strongly endorse its conclusions and urge the Governor and the Legislature to enact them.

I want the members to be aware that the need exists now in Kansas for substance abuse treatment and prevention programs. Individuals in Kansas in need of public treatment are served through your generous support and federal grants. A small portion, about 6,000 are eligible for Medicaid funding—they are mainly poor, pregnant women, children, or disabled. As stated in the KDADS Problem Gambling and Addictions Task Force Report:

Based upon the 2008/2009 National Survey on Drug Use and Health (NSDUH),9 there are an estimated 211,541 Kansans with a substance use disorder (SUD). In Fiscal Year 2009, 16,591 received state-supported substance use disorder treatment. The primary substances of abuse reported by treatment seekers were alcohol (45%), marijuana (17%), methamphetamine (11%), and cocaine (10%)... When viewing the estimated treatment need compared to those treated in Fiscal Year 2009, it is clear there is a significant treatment gap.

Since FY 2009, funding for addiction treatment has declined by over \$10 million through cuts to grants (for non-Medicaid eligible consumers) and in Medicaid caseload reductions (which reduced federal funding and the state match). The need exists for treatment and the PGAGF exists to partially fill that gap.

We are very aware of tight budget times, but the use of Problem Gambling and Addictions Grant Funds up to this point is contrary to the Legislature's intention. We look for your support for KDADS Problem Gambling and Addictions Task Force's recommendations and most importantly to carry out the funding requirements to make it happen during the 2013 legislative session.

Again, thank you for the opportunity to provide testimony today. I am happy to stand for questions at the appropriate time.

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[New Sec. 54. (a) The Kansas racing and gaming commission shall establish a greyhound promotion and development fund which shall be funded through a voluntary greyhound purse checkoff program which shall provide for the deduction of 2% from all purses paid to kennels and greyhound owners who participate in the program. Greyhound owners and kennel operators shall be provided an opportunity annually to not participate in the program by signing a form approved by the Kansas racing and gaming commission. Moneys deposited into the fund shall be used for the development, promotion and representation of the greyhound industry in Kansas and shall be distributed to the organization contracted with by the Kansas racing and gaming commission to administer the official greyhound registry in Kansas.

[(b) This section shall be part of and supplemental to the Kansas parimutuel racing act.

[Sec. 55. K.S.A. 2006 Supp. 79-4805 is hereby amended to read as follows: 79-4805. (a) There is hereby established in the state treasury the problem gambling and addictions grant fund. All moneys credited to such fund shall be used only for the awarding of grants under this section. Such fund shall be administered in accordance with this section and the provisions of appropriation acts.

- [(b) All expenditures from the problem gambling and addictions grant fund shall be made in accordance with appropriation acts upon warrants of the director of accounts and reports issued pursuant to vouchers approved in the manner prescribed by law.
- [(c) (1) There is hereby established a state grant program to provide assistance for the direct treatment of persons diagnosed as suffering from pathological gambling and to provide funding for research regarding the impact of gambling on residents of Kansas. Research grants awarded under this section may include, but need not be limited to, grants for determining the effectiveness of education and prevention efforts on the prevalence of pathological gambling in Kansas. All grants shall be made after open solicitation of proposals and evaluation of proposals against criteria established in rules and regulations adopted by the secretary of the department of social and rehabilitation services. Both public and private entities shall be eligible to apply for and receive grants under the provisions of this section.
- [(2) Moneys in the problem gambling and addictions grant fund may be used to treat alcoholism, drug abuse and other addictive behaviors.
- [(d) The secretary of the department of social and rehabilitation services is hereby authorized to receive moneys from any

grants, gifts, contributions or bequests made for the purpose of funding grants under this section and to expend such moneys for the purpose for which received.

- [(e) All grants made in accordance with this section shall be made from the problem gambling and addictions grant fund. The secretary shall administer the provisions of this section and shall adopt rules and regulations establishing criteria for qualification to receive grants and such other matters deemed necessary by the secretary for the administration of this section. Such rules and regulations shall include, but need not be limited to, a requirement that each recipient of a grant to provide treatment for pathological gamblers report at least annually to the secretary the grantee's measurable achievement of specific outcome goals.
- [(f) For the purpose of this section "pathological gambling" means the disorder by that name described in the most recent edition of the diagnostic and statistical manual.
 - [(g) On the effective date of this act the director of accounts and reports shall transfer all moneys in the problem gambling grant fund to the problem gambling and addictions grant fund. Thereupon the problem gambling grant fund shall be and is hereby abolished.
 - [Sec. 56. K.S.A. 2006 Supp. 12-4516 is hereby amended to read as follows: 12-4516. (a) (1) Except as provided in subsection (b) or (c), any person who has been convicted of a violation of a city ordinance of this state may petition the convicting court for the expungement of such conviction and related arrest records if three or more years have elapsed since the person:
 - [(A) Satisfied the sentence imposed; or
- [(B) was discharged from probation, parole or a suspended sentence.
 - [(2) Except as provided in subsection (b) or (c), any person who has fulfilled the terms of a diversion agreement based on a violation of a city ordinance of this state may petition the court for the expungement of such diversion agreement and related arrest records if three or more years have elapsed since the terms of the diversion agreement were fulfilled.
 - [(b) No person may petition for expungement until five or more years have elapsed since the person satisfied the sentence imposed or the terms of a diversion agreement or was discharged from probation, parole, conditional release or a suspended sentence, if such person was convicted of the violation of a city ordinance which would also constitute:
- [(1) Vehicular homicide, as defined by K.S.A. 21-3405, and amendments thereto;