

**Expanded Lottery Act Revenue Fund Table
FY 2011 - 2013**

Expanded Lottery Act Revenue Fund	Actual FY 2011	Gov. Rec. FY 2012	Gov. Rec. FY 2013
Kansas Department of Corrections			
Labette Elderly Correctional Facility	\$ -	\$ 1,695,150	\$ -
State Fair			
Capital Improvement Master Plan Debt Service	-	-	11,182,256
Department of Wildlife, Parks and Tourism			
Kansas Wildscape Cabin Bonds	-	-	1,785,473
Department of Administration			
KPERS Bonds Debt Service	-	-	36,142,328
Statehouse Debt Service	-	-	19,064,229
Public Broadcasting Council Bonds	-	-	1,334,417
Judicial Center Bonds	-	-	445,297
Subtotal - DoA Debt Service	-	-	56,986,271
Transfers to Other Funds			
Kan-Grow Engineering Funds	-	-	10,500,000
State General Fund	33,874,217	37,574,850	-
Subtotal - Transfers	\$ 33,874,217	\$ 37,574,850	\$ 10,500,000
TOTAL TRANSFERS AND EXPENDITURES	\$ 33,874,217	\$ 39,270,000	\$ 80,454,000
ELARF Resource Estimate	FY 2011	FY 2012	FY 2013
Beginning Balance	\$ -	\$ -	\$ -
Gaming Revenues	8,874,217	39,270,000	80,454,000
Privilege Fees	25,000,000	-	-
Total Available	\$ 33,874,217	\$ 39,270,000	\$ 80,454,000
Less: Expenditures and Transfers	33,874,217	39,270,000	80,454,000
ENDING BALANCE	\$ -	\$ -	\$ -

Senate Was & Means
Date: 01-13-2012
Attachment: 5

GAMING REVENUES

The Kansas Lottery historically has generated revenue for the state through the sales of lottery tickets and online games most of which is deposited in the Economic Development Initiatives Fund (EDIF). With the passage of 2007 SB 66, the Kansas Lottery will begin transferring new revenue to the state Expanded Lottery Act Revenue Fund that will be in addition to the traditional (or old) lottery revenue (EDIF). The new lottery revenue (ELARF) will be generated by fees and gaming at race track and casino facilities authorized by 2007 SB 66.

Expanded Lottery Act Revenues Fund (ELARF) Overview

The statutes governing the ELARF provide that its funding shall be used for "...reduction of state debt, state infrastructure improvements, the university engineering initiative act, and reduction of local ad valorem tax..." Revenue to the fund is derived from the distribution of receipts from race track gaming facilities and lottery gaming facilities, and from one-time gaming machine privilege fees and one-time lottery gaming facility privilege fees. The ELARF was created by the 2007 legislation (SB 66) and amended by House Sub for Sub for SB 127. The statute further specifies that the first \$10.5 million credited to the ELARF fund each year be transferred to the engineering funds of the University of Kansas, Wichita State University and Kansas State University in equal amounts of \$3.5 million.

Revenue Distribution Agreement in the Expanded Lottery Act

Casinos	Racinos
73.0 % to Lottery Gaming Facility Manager 22.0% to Expanded Lottery Act Revenue Fund 2.0% to Problem Gambling & Addictions Fund 3.0% to Cities and Counties	25.0 % to racetrack gaming facility manager 40.0 % to Expanded Lottery Act Revenue Fund 2.0 % to Problem Gambling & Addiction Fund 3.0 % to the Cities and Counties 15.0 % to gaming facility manager for gaming expenses 1.0 % to the Horse Fair Benefit Fund 7.0 % to Live Greyhound Racing Purse Supplement Fund (amounts above \$3,750 per machine in 1 fiscal year split between the state and the gaming facility manager) 7.0 % to Live Horse Racing Supplement Fund (amounts above \$3,750 per machine in 1 fiscal year split between the state and the gaming facility manager)
<i>Privilege Fees Revenue (One-Time Payment)</i>	
\$25.0 million per site (Except Dodge City which has a \$5.0 million privilege fee)	\$2,500 per electronic gaming machine with a minimum of 600 machines at each track