

March 18, 2014

The Honorable Ralph Ostmeyer, Chairperson  
Senate Committee on Federal and State Affairs  
Statehouse, Room 136-E  
Topeka, Kansas 66612

Dear Senator Ostmeyer:

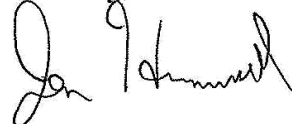
SUBJECT: Fiscal Note for SB 440 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 440 is respectfully submitted to your committee.

SB 440 would amend the Kansas Expanded Lottery Act to specifically prohibit the state from placing electronic gaming machines at a parimutuel racetrack located in the south central gaming zone until July 1, 2032. The south central gaming zone consists of Sedgwick and Sumner Counties. The Kansas Lottery would be required to negotiate an addendum to existing lottery gaming facility management contracts that would include this prohibition. The bill would also make technical corrections to the Kansas Expanded Lottery Act.

The Kansas Lottery indicates SB 440 would have no fiscal effect on state revenues or expenditures because electronic gaming machines are currently not authorized to be placed at a parimutuel racetrack located in the south central gaming zone. In 2007, the voters of Sedgwick County did not approve allowing electronic gaming machines to be placed at Wichita Greyhound Park and there are no provisions in the Kansas Expanded Lottery Act to allow for a re-vote. Although there are no current plans for a parimutuel racetrack in Sumner County, the bill would also prevent electronic gaming machines from being placed at any potential parimutuel racetrack located in Sumner County. The bill would have no fiscal effect on the operations of the Kansas Racing and Gaming Commission.

Sincerely,



Jon Hummell,  
Interim Director of the Budget

cc: Stephen Durrell, Lottery  
Brandi White, KRGC