

## Traditional Lottery

### Consequences of Not Funding this Program

The Lottery was established by statute and revenues from lottery sales fund a number of state programs. Failure to adequately fund the program would lead to a decrease in available revenues for the state.

Statutory Basis	Mandatory vs. Discretionary	MOE/Match Rqt.	Priority Level
Specific K.S.A. 74-8701 through 74-8780	Mandatory	No	1

### Program Goals

A. Maintain public confidence in all lottery products, and provide services that meet or exceed the expectations of the Kansas  
B. Produce the greatest amount of revenue possible for the State of Kansas while ensuring the integrity of all games.

### Program History

In November 1986, a constitutional amendment was approved by the Kansas voters authorizing a State Lottery. During the 1987 Legislative session, the State Legislature adopted the Lottery Act (the Act), and created the Kansas Lottery (the Lottery) as an independent component unit of the State of Kansas to operate lottery games. The Lottery was organized on March 19, 1987 and commenced administrative operations on May 21, 1987 but was strictly in the development stage through fiscal year 1987. Instant win tickets games began November 12, 1987. On February 2, 1988, the Lottery began participating in Lotto America, a multi-state draw game now called Powerball. In the current year, the Lottery offered several multi-state draw games (Powerball, Mega Millions, Lucky for Life, 2 by 2, and the new Lotto America), Kansas only draw games (Keno, Pick 3, Super Kansas Cash, Holiday Raffle and Racetrax) and instant scratch and pull-tab games.

### Performance Measures

<i>Output and Outcome Measures</i>	<i>Goal</i>	<i>FY 2019</i>	<i>FY 2020</i>	<i>FY 2021</i>	<i>3-yr. Avg.</i>	<i>FY 2022</i>	<i>FY 2023</i>
Transfers to SGRF/SGF	A, B	\$ 73,709,328	\$ 66,151,571	\$ 69,702,589	\$ 69,854,496	\$ 69,590,000	\$ 67,990,000
Transfers for Mental Health (Vending)	A, B	-	\$ 1,716,218	\$ 5,563,671	\$ 2,426,630	\$ 6,000,000	\$ 8,000,000
Transfers to Veterans' programs	A, B	\$ 1,200,000	\$ 1,260,000	\$ 1,260,000	\$ 1,240,000	\$ 1,260,000	\$ 1,260,000
Amounts captured for Setoff program	A, B	\$ 323,614	\$ 192,334	\$ 347,149	\$ 287,699	\$ 250,000	\$ 250,000
State of Kansas Withholding	A, B	\$ 1,369,513	\$ 697,694	\$ 1,022,928	\$ 1,030,045	\$ 1,000,000	\$ 1,000,000
Sales	A, B	\$ 295,282,190	\$274,992,121	\$326,010,583	\$298,761,631	\$317,600,000	\$319,600,000
Commissions Earned by Retailers	A, B	\$ 17,237,773	\$ 16,242,063	\$ 19,176,483	\$ 17,552,106	\$ 18,594,746	\$ 18,802,416
Prizes Paid to Players	A, B	\$ 172,676,708	\$166,527,213	\$200,187,234	\$179,797,052	\$194,944,000	\$197,324,000
PlayOn - Increase in members	A, B	N/A	25%	32%	29%	10%	10%
PlayOn - Increase in tickets entered	A, B	N/A	6%	35%	21%	10%	10%
PlayOn - Avg monthly engagement	A, B	N/A	23%	24%	24%	25%	25%
Vending Machines in Service	A, B	7	176	204	129	300	400

### Funding

<i>Funding Source</i>	<i>FY 2018</i>	<i>FY 2019</i>	<i>FY 2020</i>	<i>FY 2021</i>	<i>FY 2022</i>	<i>FY 2023</i>
State General Fund	0%	0%	0%	0%	0%	0%
Non-SGF State Funds	100%	100%	100%	100%	100%	100%
Federal Funds	0%	0%	0%	0%	0%	0%
<b>Total</b>	100%	100%	100%	100%	100%	100%

## Expanded Lottery

### Consequences of Not Funding this Program

The Lottery was established by statute and revenues from state operated casino gaming funds a number of state and local programs. Failure to adequately fund the program would lead to a decrease in available revenues for the state and local governments.

Statutory Basis	Mandatory vs. Discretionary	MOE/Match Rqt.	Priority Level
Specific K.S.A. 74-8701 through 74-8780	Mandatory	No	1

### Program Goals

- A. Maintain public confidence in all casino gaming, and provide services that meet or exceed the expectations of the Kansas citizenry.
- B. Produce the greatest amount of revenue possible for the State of Kansas while ensuring the integrity of all games.

### Program History

The 2007 Legislature passed Senate Bill 66, the Kansas Expanded Lottery Act. The Act also allows for the Lottery, upon county voter approval, to operate lottery gaming facilities in four specific gaming zones. Casino gaming operations in the Southwest gaming zone (Boot Hill in Dodge City) commenced in December 2009. Casino gaming operations in the South Central gaming zone (Kansas Star in Mulvane) commenced on December 20, 2011. Casino gaming operations in the northeast gaming zone (Hollywood Casino in Kansas City) commenced on February 3, 2012. Casino gaming operations in the South East gaming zone (Kansas Crossing in Pittsburg) commenced on March 29, 2017.

### Performance Measures

<i>Output and Outcome Measures</i>	<i>Goal</i>	<i>FY 2019</i>	<i>FY 2020</i>	<i>FY 2021</i>	<i>3- yr. Avg.</i>	<i>FY 2022</i>	<i>FY 2023</i>
Transfers to ELARF	A, B	\$ 8,220,556	\$ 6,681,238	\$ 7,492,942	\$ 7,464,912	\$ 8,000,000	\$ 8,182,000
Transfers PGAGF	A, B	\$ 12,330,835	\$ 10,021,858	\$ 11,239,412	\$ 11,197,368	\$ 12,000,000	\$ 12,273,000
Transfers to City & County Gov't	A, B	\$ 90,466,114	\$ 73,622,301	\$ 82,422,361	\$ 82,170,259	\$ 88,000,000	\$ 90,042,000
Amounts captured for Setoff	A, B	\$ -	\$ -	\$ 3,055,781	\$ 1,018,594	\$ 3,000,000	\$ 3,000,000

### Funding

<i>Funding Source</i>	<i>FY 2018</i>	<i>FY 2019</i>	<i>FY 2020</i>	<i>FY 2021</i>	<i>FY 2022</i>	<i>FY 2023</i>
State General Fund	0%	0%	0%	0%	0%	0%
Non-SGF State Funds	100%	100%	100%	100%	100%	100%
Federal Funds	0%	0%	0%	0%	0%	0%
<b>Total</b>	100%	100%	100%	100%	100%	100%