

KANSAS RACING AND GAMING COMMISSION

MINUTES – FEBRUARY 11, 2022

CALL TO ORDER

(A.)

Chairman David Moses called the February 11, 2022, meeting to order at 9:36 a.m. The meeting was held via teleconference. Notice of this teleconference was given to the public via the KRGC and Public Square websites. Commissioners Brandon Jones, Larry Turnquist, Kelly Kultala, and Sheryl Spalding were also present. Others present included Executive Director Don Brownlee, General Counsel Judith Taylor, Director of Administration, Audit, and Finance Brandi White, Director of Security Roger Bailey, and other staff.

MOTION, APPROVE

AGENDA

(B.)

Commissioner Jones (Turnquist) moved to approve the agenda. Motion carried 5-0.

MOTION, APPROVE

January 17, 2021

MEETING MINUTES

(C.)

Commissioner Kultala (Spalding) moved to approve the minutes of the January 21, 2022, meeting. Motion carried 5-0.

MOTION, APPROVE

CONSENT AGENDA

(D.)

Commissioner Turnquist (Jones) moved to approve the consent agenda (five items). Motion carried 5-0.

LOTTERY GAMING

FACILITY

REPORTS/ITEMS; BOOT

HILL CASINO & RESORT

(E.1.a.)

Diane Giardine, General Manager, reported:

- January 2022 revenue numbers compared to January 2021:
 - Total gaming revenue up 1.16 %
 - Total slot revenue up 2.2%
 - Table games revenue up 6.76%
- Events and Promotions:
 - Weekly Kiosk Games
 - Weekly Food and Beverage Specials
 - Gift Promotions
 - Blizzards of Winnings Hot Seats
 - VIP Promotions
- Upcoming Entertainment & Events
 - Chris Janson, February 12
 - Harlem Globetrotters, February 14
 - SW Storm vs Omaha Beef (Arena Football) – February 27
 - Fairy Tales on Ice, March 6
 - KSHSAA 1A State Basketball, March 9
 - Gabriel “Fluffy” Iglesias, March 25

- Boot Hill Casino's COVID-19 precautions and the impact on staff and patrons

LOTTERY GAMING
FACILITY
REPORTS/ITEMS; KANSAS
STAR
(E.2.a.)

Jeff Babinski, Vice President and General Manager, reported:

- Admissions down 26.5% compared to January 2021
- January 2022 revenue numbers compared to January 2021:
 - Total gross gaming revenue down 23%
 - Slot coin-in down 25.6 %
 - Slot hold down .05 pts
 - Table games drop up 4.1%
 - Table games hold down 1.5 pts
- Past Events and Promotions:
 - January 8 – Brian McKnight
 - January 29 – Asian Variety Show
 - February 5 & 6 – Maize Battle of the Belt
- Upcoming Events and Promotions:
 - February 12 – Prom of the Ages
 - February 26 – Lee Brice
 - March 5 & 6 – USA Wrestling
- Kansas Star Casino's COVID-19 precautions and the impact on staff and patrons

LOTTERY GAMING
FACILITY
REPORTS/ITEMS;
HOLLYWOOD CASINO AT
KANSAS SPEEDWAY
(E.3.a.)

Rick Skinner, Vice President & General Manager, reported:

- Admissions were down 18.8% compared to January 2021
- January 2022 revenue numbers compared to January 2021:
 - Total gross gaming revenue up 3.4%
 - Slot revenue up 1.4%
 - Table games revenue up 32.1%
- Recent/Upcoming Events and Promotions:
 - Free Slotplay for a Year, January 8
 - VIP Pull Party, January 15
 - Fleece Jacket Giveaway, January 22
 - 10-Year Cupcake, February 2
 - Big Screen for the Big Game, February 12
 - 10-Year Anniversary Celebration, February 19
 - \$50K 2021 Winners Party, February 26
- Hollywood Casino's COVID-19 precautions and the impact on staff and patrons

LOTTERY GAMING
FACILITY
REPORTS/ITEMS; KANSAS
CROSSING CASINO
(E.4.a.)

Jeff McKain, General Manager, reported:

- Admissions down 3.5% compared to January 2020
- January 2022 revenue numbers compared to January 2021:
 - Net slot revenue up 3.7%
 - Coin in down 0.5%
 - Table games drop up 34.6%
 - Net gaming revenue up 3.7%
- Events and Promotions:
 - January
 - Point Multiplier Kiosk games every Tuesday
 - Promotional bonus entries every Tuesday
 - Camp 49 Hot Seats and lunch specials every Wednesday
 - Winner Wonderland promotion every Friday
 - *Cash is King* promotion, January 28th
 - Mitchell Tenpenny, January 29th
 - Casino Gift Day every Saturday
 - Kiosk games every Saturday
 - February
 - Point Multiplier Kiosk games every Tuesday
 - Promotional bonus entries every Tuesday
 - Camp 49 Hot Seats and lunch specials every Wednesday
 - Casino Hot Seats every Thursday
 - Smash and Grab Christmas promotion every Friday
 - *Cash is King* promotion, February 25th
 - Casino Gift Day every Saturday
 - Kiosk games on Sunday the 6th, 13th, and 20th.
- Kansas Crossing Casino's COVID-19 precautions and the impact on staff and patrons

COMMISSION ITEMS –
OLD BUSINESS
(F.)

There was no old business.

COMMISSION ITEMS –
NEW BUSINESS
(G.)

There was no new business.

PUBLIC COMMENTS
(H.)

There were no public comments.

STAFF REPORTS
(I.1. and I.2.)

Garrett Rogers, Paralegal, reported on the Voluntary Exclusion Program statistics for the month of January 2021.

Executive Director Brownlee on behalf of Todd Allen, Government Relations Manager, gave the gaming legislation report:

- Senate Bill 404 regarding historical horseracing and Sedgewick re-vote was scheduled for a hearing in Senate Federal and State Affairs Committee but was postponed due to inclement weather.
- KRGC budget was presented to and recommended by the House General Government Budget Committee. It was then sent to the House Appropriations Committee who recommended it to be submitted to the Committee of the Whole. The budget was also presented to the Senate Federal and State Affairs Committee, who approved it as submitted. The budget will now be submitted to the Senate Ways and Means Committee.
- One bill regarding sports wagering is being worked and will likely be introduced to the House Federal and State Affairs Committee. At this time, no other bills regarding sports wagering have been submitted.

Executive Director Brownlee reported:

- Osage Tribe of Oklahoma has announced plans to build a casino at the Lake of the Ozarks in Missouri. There are currently no Osage Reservations in Missouri. They will seek Land and Trust status with the intent of building a casino. Currently there are no tribal casinos in Missouri.
- Since the casino has begun participating in the debt set-off program the Kansas Lottery has reported the four state-owned casinos have collected about \$3 million in money owed to various federal, state, and local entities enrolled into the program.
- Hollywood Casino is in the process of installing equipment to facilitate Cashless Gaming and will likely be the first Kansas casino to do so.
- The next Commission Meeting will be on March 11, 2022.

MOTION, EXECUTIVE
SESSION; CONFIDENTIAL
BACKGROUND REPORTS
(J.1.)

Commissioner Spalding (Kultala) moved that the Commission go into executive session for the purpose of reviewing confidential background reports presented today by the commission's security division. In addition to the commissioners, the confidential background reports portion will

include the executive director, general counsel, and director of security. The total time for the executive session was anticipated to be ten (10) minutes until 10:30 a.m. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session via teleconference. The motion carried 5-0, with one abstention, and the meeting was adjourned to executive session at 10:21 a.m.

RECONVENE
(J.2.)

The commission meeting returned to open session via teleconference at 10:33 a.m. with Chairman Moses, Commissioner Jones, Commissioner Turnquist, Commissioner Kultala, and Commissioner Spalding present. Chairman Moses noted that the executive session did end at 10:30 a.m., but logistical hurdles related to the phone conferencing system delayed the return to open session.

MOTION, EXECUTIVE
SESSION; ATTORNEY-
CLIENT PRIVILEGE
(J.3.)

Commissioner Jones (Turnquist) moved that the Commission go into executive session for the purpose of consulting with the agency's attorney on attorney-client privileged communications. In addition to the commissioners, the attorney-client privileged communications will include the executive director and general counsel. The total time for the executive session was anticipated to be ten (10) minutes until 10:45 a.m. No action is to be taken in executive session, and the subjects discussed are to be limited as previously described. A full record of this motion is to be maintained as part of the permanent record of the Kansas Racing and Gaming Commission. At the conclusion of the executive session, the meeting is to be continued in open session via teleconference. The motion carried 5-0, and the meeting was adjourned to executive session at 10:35 a.m.

RECONVENE
(J.4.)

The commission meeting returned to open session via teleconference at 10:47 a.m. with Chairman Moses, Commissioner Jones, Commissioner Turnquist, Commissioner Kultala, and Commissioner Spalding present. Chairman Moses noted that the executive session did end at 10:45 a.m., but logistical hurdles again delayed the return to open session.

MOTIONS ON LICENSE
APPLICATIONS
(K.1.)

Commissioner Turnquist (Jones) moved to *deny one* license application and *approve the remaining 121* license applications from the February 11,

2022, list of background reports referred to the commission for action. The motion carried 4-0, with one abstention.

There were no other items for discussion or motion.

ADJOURNMENT
(L.)

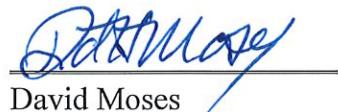
Chairman Moses stated that the March 11, 2022, commission meeting will begin at 9:30 a.m. if by teleconference or at 10:00 a.m. if in person.

Commissioner Spalding (Jones) moved to adjourn the meeting. Motion passed 5-0. The meeting was adjourned at 10:50 p.m.

SUBMITTED BY:


Larry Turnquist
Secretary

APPROVED BY:


David Moses
Chairman