

Approved: 4-29-06
Date

MINUTES OF THE SENATE FEDERAL AND STATE AFFAIRS COMMITTEE

The meeting was called to order by Chairman Pete Brungardt at 10:30 a.m. on March 7, 2006 in Room 231-N of the Capitol.

All members were present except:

Senator Dennis Wilson- excused

Committee staff present:

Athena Andaya, Kansas Legislative Research Department
Dennis Hodgins, Kansas Legislative Research Department
Mary Ann Torrence, Revisor of Statutes Office
Connie Burns, Committee Secretary

Conferees appearing before the committee:

Patti Biggs, Kansas Sentencing Commission
Matt All, Chief Counsel to the Governor

Others attending:

See attached list.

Patti Biggs, Executive Director, Kansas Sentencing Commission, provided the committee an update on **SB 123**. (Attachment 1) The information covered:

Sentencing Activity and Court cases
Offender Risk of Reoffense - LSI-R Level of Services Inventory-Revised
Substance Abuse Treatment - Interventions 1) modality types 2) termination types
Treatment payments & treatment budget
Geography of Certified treatment providers

Matt All, Chief Counsel to the Governor, introduced and briefed the committee on the Gaming Bill. (Attachment 2) The bill would:

- State of Kansas, through the Kansas Lottery Commission (KLC), will be the owner of all expanded gaming operations
- Destination casinos authorized for Wyandotte County, and Crawford and Cherokee counties jointly
- Destination casinos Manager Privilege Fee of \$35 million, in addition to the \$200 million into gaming and ancillary facilities
- The management contract will include 24% for the state of Kansas
- 3% for the county government if facility is not within a city
- 7,000 slots distribution through pari-mutuel dog and horse racing tracks in Frontenac, Kansas City and Wichita
- Permits slots in Dodge City, if a horse or dog track is built
- Managers would pay an “exclusive gaming zone license fee”
 - a. Wichita Greyhound the fee is \$10 million, and state would distribute \$10 million to Sedgwick County
 - b. Dodge City gambling operation fee is \$3 million, and Ford County upon approval by the KRGC for construction of the pari-mutuel, and state would distribute \$3 million to Ford County.
- The manager of each pari-mutuel facility will pay the state of Kansas \$15,000 per machine in its facility, accelerated gaming revenue payment will be credited against the \$15,000 per machine payment
- 1% for the Kansas Problem Gaming fund to be administered by the KRGC
- 1% for the Kansas Charitable Gaming Foundation Board
- Management fee, to be determined by the management contract

A flow chart for the bill and a spreadsheet showing estimated State Revenue for the 2006 Gaming Proposal was provided to the committee.

Senator Vratil moved the bill introduction as a committee bill. Senator Gilstrap seconded the motion. The motion carried.

Chairman's comments:

Senator O'Connor protested the time between introduction of the Gaming Bill and its hearing schedule. She felt that interested parties needed more time to prepare.

Senator Brownlee questioned the motive of the bill introductions and briefing, she felt that notice should have come sooner.

Senator O'Connor, Senator Brownlee, and Senator Ostmeyer left the meeting.

Final Action:

SB 575- Topeka/Shawnee county riverfront authority act

The revisor drafted a balloon that included language changes. (Attachment 3) On page 2 Sec. 6, added "except as provided by subsection (c), the", and new section (c) "The authority shall not have the power to take property by eminent domain" and language change on page 3 on line 3 and line 5 with "or state government or any local government, or any agency thereof, or any other public or private entity".

Senator Hensley moved the amendment. Senator Gilstrap seconded the motion. The motion carried.

Senator Hensley moved to pass HB 575 out favorably as amended. Senator Reitz seconded the motion. The motion carried.

The meeting was adjourned at 11:35 am. The next scheduled meeting is March 8, 2006.