

March 18, 2024

The Honorable Mike Thompson, Chairperson
Senate Committee on Federal and State Affairs
300 SW 10th Avenue, Room 144-S
Topeka, Kansas 66612

Dear Senator Thompson:

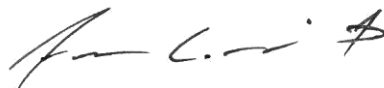
SUBJECT: Fiscal Note for SB 535 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 535 is respectfully submitted to your committee.

Under current law, the Kansas Racing and Gaming Commission certifies electronic gaming machine manufacturers, technology providers, and computer system providers that contract with a lottery gaming facility manager, a racetrack gaming facility manager, or the State of Kansas to provide goods or services related to a lottery gaming facility or racetrack gaming facility. SB 535 would exempt from certification requirements any person who manufactures or otherwise supplies goods or services to a person who is required to be certified; does not propose to contract to provide goods or services with a lottery gaming facility manager, racetrack gaming facility manager, or the State of Kansas; and does not perform any work or provide any services on the premises of a lottery gaming facility or racetrack gaming facility.

The Kansas Racing and Gaming Commission indicates SB 535 could impact some vendors that the Commission licenses. This bill could remove background checks and licensing requirements if certain manufacturers use third-party vendors to sell or service equipment. However, the Commission is unable to locate any data or determine a methodology to estimate what that fiscal effect would be under the provision of the bill. The Kansas Lottery indicates the bill would have no fiscal effect on its operations.

Sincerely,



Adam C. Proffitt
Director of the Budget

cc: Keith Kocher, Kansas Lottery
Brandi White, Kansas Racing & Gaming Commission