Senate Concurrent Resolution No. 1622

By Senator Oleen

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A PROPOSITION to amend section 3c of article 15 of the constitution 9 10 of the state of Kansas, relating to lotteries. 12

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Be it resolved by the Legislature of the State of Kansas, two-thirds of the members elected (or appointed) and qualified to the Senate and twothirds of the members elected (or appointed) and qualified to the House of Representatives concurring therein:

Section 1. The following proposition to amend the constitution of the state of Kansas shall be submitted to the qualified electors of the state for their approval or rejection: Section 3c of article 15 of the constitution of the state of Kansas is hereby amended to read as follows:

- "§ 3c. State-owned and operated lottery Lotteries. (a) Notwithstanding the provisions of section 3 of article 15 of the constitution of the state of Kansas, the legislature may provide for a stateowned and operated lottery, except that such state-owned lottery shall not be operated after June 30, 1990, unless authorized to be operated after such date by a concurrent resolution approved by a majority of all of the members elected (or appointed) and qualified of each house and adopted in the 1990 regular session of the legislature. The state shall and privately-owned electronic gaming casino locations.
- (b) Whenever possible provide the public, the state shall provide to the public information on the odds of winning a prize or prizes in a lottery game.
- (c) The legislature may permit, regulate, license and tax no more than five privately-owned and operated electronic gaming casino locations. The state shall not have an ownership interest in an electronic gaming casino location.

No more than 400 electronic gaming machines shall be located at an electronic gaming casino location. Such machines shall be directly linked to a central communications system and shall be online and in constant communication with a central computer at a location determined by the casino gaming oversight commission.

An electronic gaming casino location shall not be located within 50 miles of any tribal casino operating pursuant to a state-tribal compact.

- (d) The legislature may permit, regulate, license and tax the operation of a privately-owned and operated destination casino in Wyandotte county. A destination casino may be authorized pursuant to a state-tribal compact or pursuant to an authorization of the casino gaming oversight commission. The state shall not have an ownership interest in a destination casino.
- (e) A casino authorized by this provision shall be permitted only in counties in which: (1) A majority of the qualified electors of the county voting thereon approve this proposed amendment; or (2) the qualified electors of the county approve a proposition, by a majority vote of those voting thereon at an election held within the county, to permit such casino within the boundaries of the county.
- (f) The legislature shall provide for a casino gaming oversight commission. There shall be five members on such commission. Members shall be subject to confirmation by the senate. One member shall be appointed from each congressional district with the remaining member or members appointed at large. Once appointed, subsequent congressional redistricting shall not disqualify a member from serving for the remainder of the term. No more than three members shall belong to the same political party. The legislature may provide other qualifications for appointment to the commission.
- (g) After consultation among the appointing authorities, the members of the casino gaming oversight commission shall be appointed as follows:
- (1) One member shall be appointed by the speaker of the house of representatives from nominees submitted by the majority leader and the minority leader of the house of representatives.
- (2) One member shall be appointed by the president of the senate from nominees submitted by the majority leader and minority leader of the senate.
 - (3) One member shall be appointed by the governor.
 - (4) One member shall be appointed by the attorney general.
- (5) One member shall be appointed by the chief justice of the supreme court.
- (h) The chairperson of the commission shall be designated by the governor, subject to the approval of the other appointing authorities.
- (i) Members of the casino gaming oversight commission may be removed from office for cause as may be provided by law.
- (j) Members of the casino gaming oversight commission shall be appointed for terms of four years. Any vacancy occurring in the

membership of the commission shall be filled in the same manner as the original appointment for the remainder of the unexpired term.

- (k) The legislature shall provide for the oversight and regulation of casinos. The legislature shall provide for the selection, by the casino gaming oversight commission, of the locations of any state-owned and operated casino. The legislature shall provide for the selection, by such commission, of the owner and operator of the privately-owned or operated destination casino.
- (l) After the payment of the salaries and expenses of the casino gaming oversight commission and the costs of regulation of casinos and casino operations and the enforcement of laws relating thereto, the moneys derived from electronic casino gaming machines operated pursuant to this provision:
- (1) Twenty-five percent shall be paid to the licensee operating the electronic casino location;
 - (2) two percent shall be credited to the problem gambling fund;
- (3) twenty-five percent shall be awarded, by the department of commerce, to programs and services supporting and enhancing tourism in the state. Such grants shall be awarded on a competitive basis as provided by law and not less than ½ of such money shall be distributed equally among the congressional districts of the state;
- (4) sixteen percent shall be awarded by the state board of regents to vocational educational schools and technical colleges for facilities, equipment and program enhancements;
- (5) ten percent shall be credited to a fund created by law and administered by the executive director of the Kansas commission on veterans affairs. Such moneys shall be used to support and enhance veterans programs and services, including health care services, veterans hospitals, veterans cemeteries and other veterans programs and services as determined by law;
- (6) four percent shall be credited to the Kansas horse breeding development fund;
- (7) four percent shall be credited to the Kansas greyhound breeding development fund;
- (8) four percent shall be paid to the county in which the casino is located. If the casino is located within the corporate limits of a city, 2% shall be paid to such city and 2% to the county; and
- (9) the balance shall be credited to a fund created by law and administered by the secretary on aging. Such moneys shall be used to support and enhance programs and services provided under the senior care act or other programs and services for the elderly.
- (m) The casino gaming oversight commission shall not approve the operation of any casino without first conducting or providing

1	for necessary feasibility studies, economic impact studies and mar-
2	keting reports.

- (n) On or before January 14 of each year, the casino gaming oversight commission shall provide an annual report of its activities and any casinos operating in the state to the casino gaming oversight commission and the appointing authorities of the commission."
- Sec. 2. The following statement shall be printed on the ballot with the amendment as a whole:
 - "Explanatory statement.(a) The proposed amendment would authorize the legislature to provide for not to exceed five privately-owned and operated electronic casino locations.
 - (b) The proposed amendment would authorize the legislature to provide for one privately-owned and operated destination casino in Wyandotte county. The proposed amendment provides for the distribution of the money wagered at such casinos.
 - (c) The proposed amendment provides for an electronic casino gaming oversight commission.
 - "A vote for the proposed amendment would permit the legislature to provide for operation of privately-owned and operated electronic gaming casinos and a privately-owned and privately-operated destination casino.
 - "A vote against the proposed amendment would continue the current prohibition against such casinos."
- Sec. 3. This resolution, if approved by two-thirds of the members elected (or appointed) and qualified to the Senate, and two-thirds of the members elected (or appointed) and qualified to the House of Representatives shall be entered on the journals, together with the yeas and nays. The secretary of state shall cause this resolution to be published as provided by law and shall cause the proposed amendment to be submitted to the electors of the state at the general election in the year 2004 unless a special election is called at a sooner date by concurrent resolution of the legislature, in which case it shall be submitted to the electors of the state at the special election.