Session of 2007

## **House Concurrent Resolution No. 5022**

By Committee on Federal and State Affairs

3-16

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

 Be it resolved by the Legislature of the State of Kansas, two-thirds of the members elected (or appointed) and qualified to the House of Representatives and two-thirds of the members elected (or appointed) and qualified to the Senate 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 state-owned 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 whenever possible provide the public information on the odds of winning a prize or prizes in a lottery game. and privately-owned casinos and privately-owned destination casinos.
- (b) Whenever possible, 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 authorize, regulate, license and tax, by law, privately-owned casinos and privately-owned destination casinos. The legislature shall permit may authorize no more than four privately-owned destination casinos. The state shall not have an ownership interest in any privately-owned casino or privately-owned casino or destination casino. The state shall not have an ownership interest in player-operated electronic gaming machines or other gambling devices located at a privately-owned casino or privately-owned destination casino.

1

6 8 9

26

27

20

28 29 30

31

32

33 34 35

36

37 38 39

40 41

42

43

- (d) The legislature shall not permit the location of any privatelyowned casino or privately-owned destination casino within 50 miles of any tribal casino operating pursuant to a state-tribal compact.

- (e) (1) Except as provided by paragraph (2), a privately-owned destination casino may be permitted only in counties in which a majority of the qualified electors of the county voting on this proposed amendment vote in favor thereof and a majority of the qualified electors of at least 2/3 of the counties which are contiguous to such county voting on this proposed amendment vote in favor thereof.
- (2) If a majority of the qualified electors of the county voting on this proposed amendment did not vote in favor thereof, a privately-owned destination casino may be permitted in such county only if at a subsequent election a majority of the qualified electors of the county voting on the proposition to permit the location and operation of a destination casino in the county vote in favor thereof and a majority of the qualified electors of at least <sup>2</sup>/<sub>3</sub> of the counties which are contiguous to such county voting on the proposition to permit the location and operation of a privately-owned destination casino in a contiguous county vote in favor thereof.
- (f) The legislature shall provide for a casino gaming oversight authority. Members of the casino gaming oversight authority shall be appointed for terms of four years. Members may be removed from office for cause as may be provided by law.
- (g) The casino gaming oversight authority shall not approve the operation of any privately-owned casino or privately-owned casino or destination casino without first conducting or providing for necessary feasibility studies, economic impact studies and marketing reports.
  - (h) As used in this section:
- (1) "Casino" means a building or portion of a building used for the purpose of operating, managing and maintaining electronic gaming machines, other gambling devices, activities and games and any ancillary facility of such building.
- (2) "Destination casino" means a casino and any ancillary facility which are designed to attract persons who reside outside the immediate area in which such casino is located and in which there has been invested at least \$250,000,000.
- (3) "Ancillary facility" means non-casino game products and services not owned and operated by the state which may be included in the overall development associated with a casino or destination casino, including, but not limited to, restaurants, hotels, motels, museums or entertainment facilities."

1 2

8 9

(h) As used in this section, "destination casino" means a casino, as defined by law, in which there has been invested at least \$250,000,000.

Sec. 2. The following statement shall be printed on the ballot with the amendment as a whole:

"Explanatory statement. This amendment would authorize the legislature to provide for privately-owned casinos and for not more than four privately-owned and operated destination casinos. This amendment would provide for a casino gaming oversight authority.

"A vote for this amendment would permit the legislature to provide for operation of privately-owned casinos and privately-owned destination casinos.

"A vote against this amendment would continue the current prohibition against such easinos."

Sec. 3. This resolution, if approved by two-thirds of the members elected (or appointed) and qualified to the House of Representatives, and two-thirds of the members elected (or appointed) and qualified to the Senate 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 2008 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.