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Jon Hummell, Interim Director

Division of the Budget

Sam Brownback, Governor

April 30, 2014

The Honorable Ralph Ostmeyer, Chairperson Senate Committee on Federal and State Affairs Statehouse, Room 136-E Topeka, Kansas 66612

Dear Senator Ostmeyer:

SUBJECT: Fiscal Note for SB 382 by Senate Committee on Federal and State Affairs

In accordance with KSA 75-3715a, the following fiscal note concerning SB 382 is respectfully submitted to your committee.

SB 382 would remove the gaming floors of the Lottery gaming facilities and racetrack gaming facilities from the smoking ban exemption.

As the agency that administers the Kansas Air Quality Act, the Kansas Department of Health and Environment indicates that passage of the bill would have no fiscal effect on the agency. The passage of SB 382 would have no fiscal effect on the operations of the Kansas Racing and Gaming Commission. Increases or reductions in gaming revenues to the state are unknown and would need to be evaluated based upon all applicable market conditions for each gaming zone or facility. The Kansas Lottery indicates that gaming facilities could experience a reduction in revenue if the facilities were required to be smoke free; however, a precise estimate of that reduction cannot be made. Lottery officials believe that current patrons of Kansas facilities may choose to frequent competing facilities in Missouri and Oklahoma as well as Tribal facilities that continue to allow smoking on their gaming floors.

Sincerely,

Jon Hummell,

Interim Director of the Budget

cc: Aaron Dunkel, KDHE Stephen Durrell, Lottery Brandi White, KRGC