

MINUTES OF THE SENATE FEDERAL AND STATE AFFAIRS COMMITTEE.

The meeting was called to order by Chairperson Senator Nancey Harrington at 10:30 a.m. on January 29, 2002 in Room 245-N of the Capitol.

All members were present.

Committee staff present:      Russell Mills, Legislative Research Department  
                                         Dennis Hodgins, Legislative Research Department  
                                         Theresa Kiernan, Office of the Revisor  
                                         Nikki Kraus, Committee Secretary

Conferees appearing before the committee:  
                                         Bob Longino, Executive Director Alcoholic Beverage Control  
                                         Trista Beadles, Assistant Legal Counsel, Governor's Office

Others attending:      Please see attached

Chairperson Harrington opened the meeting. Russell Mills, Legislative Research Department presented an updated document entitled, "Kansas Lottery". (**Attachment 1**) He then presented an updated chart entitled, "Kansas Lottery and Wagering Tax Revenue Transfers". (**Attachment 2**)

Bob Longino, Executive Director of Alcoholic Beverage Control, presented testimony to update the committee on the Division of Alcoholic Beverage Control. (**Attachment 3**) He then presented a pamphlet entitled, "Kansas Alcoholic Beverage Control Division: Agency Overview" (**Attachment 4**) and "Kansas Alcoholic Beverage Control: Underage Drinking". (**Attachment 5**) He concluded by presenting the "Kansas Department of Revenue Alcoholic Beverage Control Industry Bulletin: January 2002 Volume 2, Issue 2". (**Attachment 6**)

In response to a question from Senator Barnett, Mr. Longino stated that he did not have statistics on the number of licenses lost due to serving alcohol to minors.

Senator Gooch asked Mr. Longino if he had any information on how prevention money from the state is allocated. Mr. Longino responded that seventy percent of the liquor drink tax goes back to the community. He stated that it is then divided into thirds which go to the city general fund, parks and recreations, and alcohol treatment programs equally. He stated that the funds are distributed each quarter and that Alcoholic Beverage Control does not keep track of that data.

Chairperson Harrington stated that she would request copies of the Legislative Post Audit report from Russell Mills, Legislative Research Department, to give the committee more details on fund distribution.

Mr. Longino then asked the committee to introduce four bills. He stated that the first bill was a clean up amendment, the second bill concerned reviewing regulations and statutes to make them comply with more recent regulations concerning the requirement for liquor carrier permits, the third bill concerned a joint proposal with taxes within KDOR, and the fourth bill concerned license renewals and the payment of sales taxes.

Senator Vratil made a motion to introduce all four bills. Senator O'Connor seconded the motion. The motion passed.

Trista Beadles, Assistant Legal Counsel, Governor's Office, presented a memorandum concerning **SB 406**—Concerning executive director of Kansas racing and gaming commission. (**Attachment 7**)

In response to a question from Senator Gooch, Ms. Beadles stated that the position of executive director of the racing and gaming commission would still be a full-time position. In response to a question from Senator O'Connor, Ms. Beadles stated that the clarified bill allows a deputy director of both the gaming agency and the racing and gaming commission.

CONTINUATION SHEET

MINUTES OF THE SENATE FEDERAL AND STATE AFFAIRS COMMITTEE at on January 29, 2002 in Room 245-N of the Capitol.

In response to a question from Senator Vratil, Tracey Diel, Executive Director of racing and gaming commission, stated that he did not think there was any difference between the wording "actual resident" and the meaning "resident". Senator Vratil stated that he felt the wording ought to be changed to "domicile" to more accurately reflect the Legislature's meaning.

The meeting was adjourned at 11:13 a.m. The next meeting will be at 10:30 a.m. on January 30, 2002.