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## MEMORANDUM

To: Chairperson Thompson

Members of the Senate Committee on Federal and State Affairs

From: The Office of Revisor of Statutes

Date: March 18, 2024

Subject: SB 535 – Certifications of gaming vendors under the Kansas Expanded

Lottery Act.

Senate Bill No. 535 (SB 535) would amend K.S.A. 74-8751 regarding the Kansas Racing and Gaming Commission's regulatory authority to oversee vendors that supply goods and services to casinos and racetracks under the Kansas Expanded Lottery Act. Under current law, the KRGC is required to certify each vendor's compliance with standards for security, fitness, and background investigations to ensure there is no threat to the public interest of the State or the reputation or effective regulation and control of gaming in this state. The KGRC has adopted rules and regulations to implement the statutory requirements of K.S.A. 74-8751.

SB 535 would clarify that the statutory certification requirements do not apply to certain indirect vendors. The new provision proposed by the bill would exempt manufacturers and suppliers who:

- Manufacture or supply goods or services to a person who is required to be certified by the KRGC;
- Does not propose to contract directly with the State or any casino or racetrack to provide those goods or services; and
- Does not perform any work or services on the premises of any casino or racetrack.

If enacted, SB 535 would become effective on July 1, 2024.