

SESSION OF 2026

SUPPLEMENTAL NOTE ON SENATE BILL NO. 502

As Recommended by Senate Committee on
Federal and State Affairs

Brief*

SB 502 would authorize the Kansas Racing and Gaming Commission (KRGC) to adopt proposed permanent administrative rules and regulations regarding sports wagering as identified and described in the economic impact statement approved by the Division of the Budget on February 13, 2025.

The bill would be in effect upon publication in the *Kansas Register*.

[*Note:* KSA 2025 Supp. 77-441 requires the Legislature to ratify, through passing legislation, any proposed rules and regulations by a state agency that have an economic impact statement that indicates the implementation and compliance costs will total \$1.0 million or more over the initial five-year period following adoption of the proposed rules and regulations. Information on the rules and regulations and fiscal information follows below.]

Background

The bill was introduced by the Senate Committee on Federal and State Affairs at the request of a representative of the KRGC.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <https://klrd.gov/>

Senate Committee on Federal and State Affairs

In the Senate Committee hearing, **proponent** testimony was provided by a representative of the KRGC, who stated that the rules and regulations presented in the bill are largely the same as those in place since sports wagering launched in Kansas in September 2022. The conferee stated that the majority of costs estimated to the lottery gaming facilities and sports wagering platforms come from monitoring and reporting suspicious activity, integrity and security audits, and technology certification and testing.

No other testimony was provided.

The Senate Committee recommended the bill be placed on the Consent Calendar.

Fiscal Information

According to the fiscal note prepared by the Division of the Budget on the bill, the KRGC indicates that the bill would have no fiscal effect on its operations. The Economic Impact Statement of proposed rules and regulations approved by the Division of the Budget estimates the total annual implementation and compliance cost incurred by lottery gaming facility managers and interactive sport wagering platforms to be \$297,306 and will exceed \$1.0 million over the initial five-year period following adoption of the proposed rules and regulations. KRGC, lottery gaming facilities, and interactive sports wagering platforms have been operating sports wagering in Kansas since August 2022, and no changes to current sports wagering operations are expected after enactment of the bill.

Administrative rules and regulations; sports wagering; Kansas Racing and Gaming Commission