

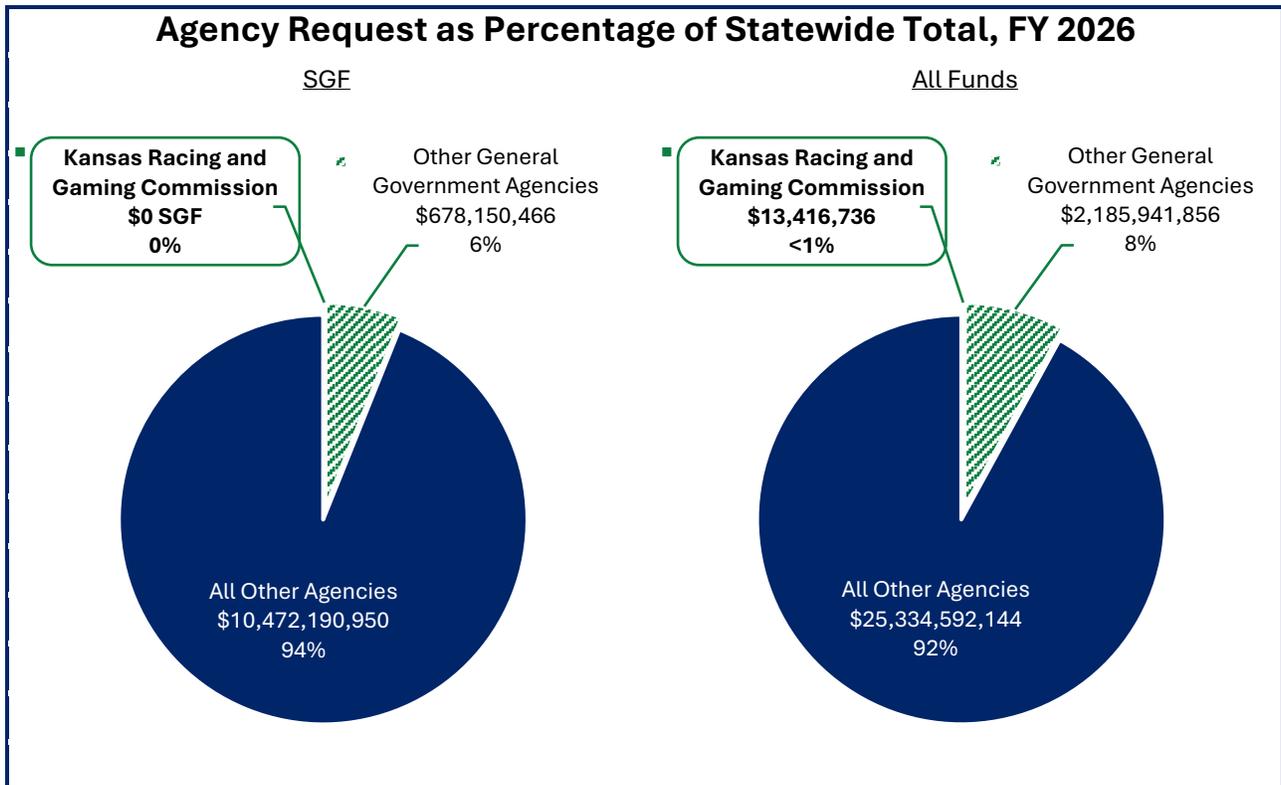
KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request

Executive Summary

The mission of the Kansas Racing and Gaming Commission (KRGC) is to ensure that racing and gaming activities are conducted with integrity and in accordance with state law. The agency was established by the 1987 Legislature to serve as the entity charged with implementing the Kansas Parimutuel Racing Act, which authorizes horse racing, dog racing, and parimutuel wagering. The 2007 Legislature assigned regulatory duties associated with expanded casino gaming activities to the KRGC, as did the 2022 Legislature when it legalized sports wagering. Since 1996, the KRGC has contained the Kansas State Gaming Agency (KSGA), which is the entity responsible for overseeing and regulating tribal gaming activities. The KRGC is responsible for regulating the following state-owned casinos: Boot Hill, Hollywood, Kansas Crossing, and Kansas Star. Similarly, the KSGA has oversight over the following tribal casinos: Golden Eagle, Prairie Band, Sac and Fox, and White Cloud.

Expenditures by Fiscal Year and Version			
	SGF	All Funds	Note
FY 2024 Actual	\$ -	\$ 9,488,337	Actual expenditures
FY 2025 Actual	-	10,096,030	Actual expenditures
FY 2026 Approved	-	13,038,340	2025 SB 125
FY 2026 Agency	-	13,416,736	Revised estimate, submitted September 2025
FY 2027 Agency	-	13,374,494	Agency request, submitted September 2025



KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request

Budget and Policy Snapshot

The tables below provide a selection of items that inform the agency budget request. These items include **supplemental and enhancement requests** () , adjustments related to **reappropriated funds** () , **language-only policy changes** requested for inclusion in legislation, changes in **federal or state policy** that impact agency funding, and other budgetary items.

These tables are not intended to be a comprehensive list of changes in the agency budget request. For more detail on individual fiscal year requests, please refer to the [FY 2026 Analysis](#) and [FY 2027 Analysis](#) sections later in this document.

FY 2026

	Item	Amount	Source	Note
	Historical Horse Racing Parimutuel Facility	\$ 100,000	State Racing Fund	HHR Facility is set to open in Park City in December 2025.

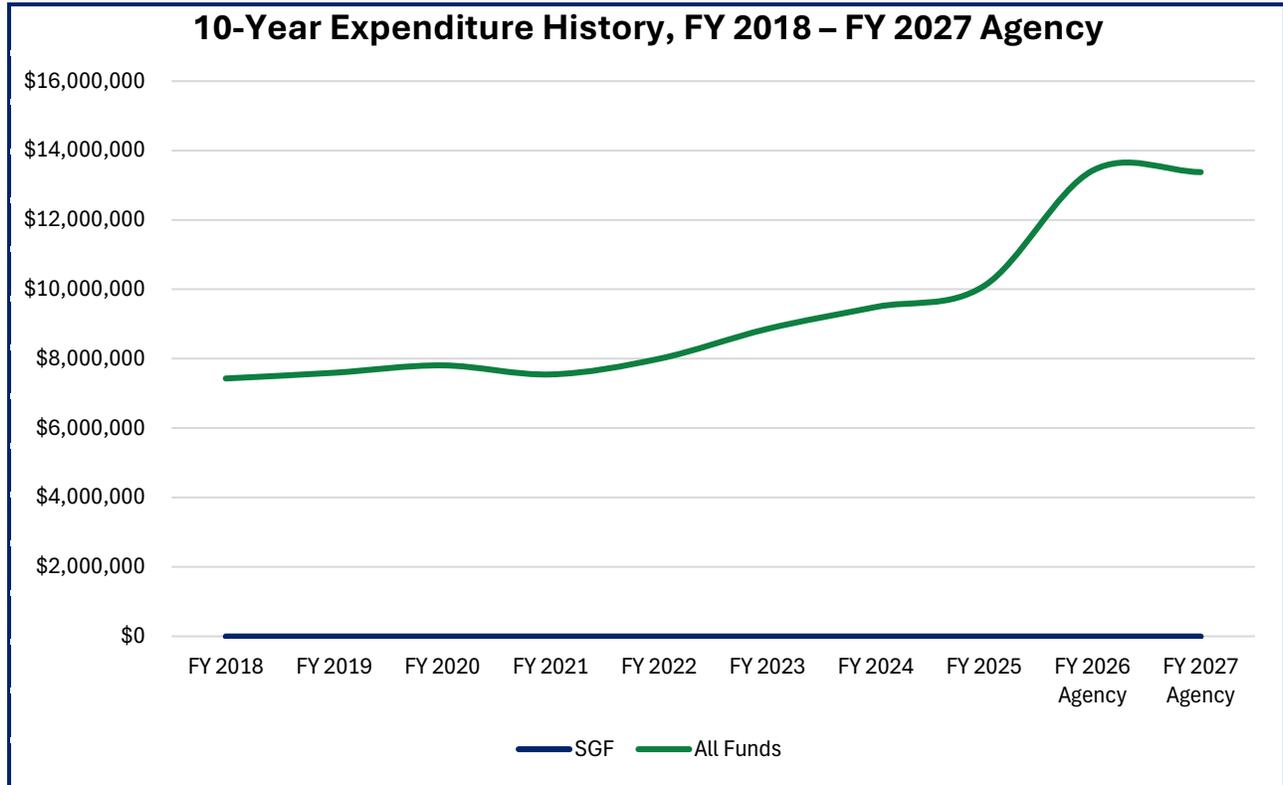
FY 2027

The agency does not have any significant changes from the FY 2026 approved budget.

KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request

Summary of Expenditures



Fiscal Year	SGF		All Funds		FTE	CPI-U*
	Amount	Change (%)	Amount	Change (%)		
FY 2018	\$	-	\$	2.7	103.35	0.2
FY 2019		-		2.2	103.50	--
FY 2020		-		2.8	100.50	0.8
FY 2021		-		(3.3)	99.50	2.4
FY 2022		-		6.0	99.50	9.2
FY 2023		-		10.8	107.50	5.8
FY 2024		-		7.1	107.50	3.0
FY 2025		-		6.4	120.50	3.0
FY 2026 Agency		-		32.9	119.50	2.8
FY 2027 Agency		-		(0.3)	119.50	2.4

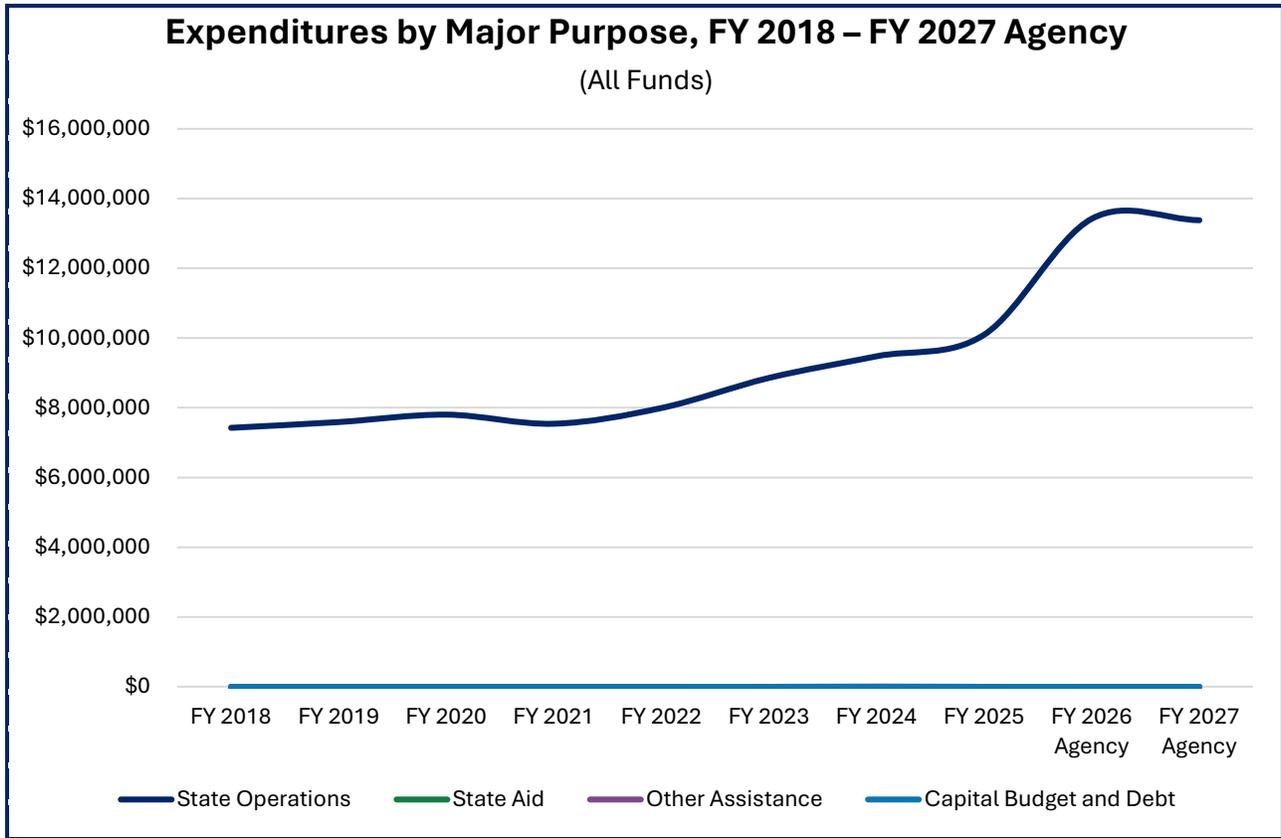
5-Year Change (FY 2023–2027)	\$	-	\$	4,515,743	51.0	12.00	11.6
10-Year Change (FY 2018–2027)		-		5,945,499	80.0	16.15	33.1
3-Year Average** (FY 2023–2025)		-	N/A	9,481,039	N/A	111.83	N/A

* Note : Consumer Price Index for All Urban Consumers estimate for FY 2026–2027 is from the Consensus Revenue Estimating Group.

** Note : Reflects the three most recent years of actuals data.

KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request



Expenditures by Category, FY 2024 – FY 2027 Agency
(All Funds)

	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
State Operations						
Salaries and Wages	81.2 %	\$ 8,092,159	\$ 8,706,836	\$ 10,563,465	\$ 10,890,391	\$ 10,948,149
Contractual Services	14.7	1,074,095	1,121,711	1,995,155	1,970,025	1,970,025
Commodities	1.7	99,445	91,700	235,620	233,520	233,520
Capital Outlay	2.4	212,053	175,783	244,100	322,800	222,800
Operating Adjustments	--	-	-	-	-	-
Subtotal	100.0 %	\$ 9,477,752	\$ 10,096,030	\$ 13,038,340	\$ 13,416,736	\$ 13,374,494
State Aid and Assistance						
Aid to Locals	-- %	\$ -	\$ -	\$ -	\$ -	\$ -
Other Assistance	--	10,585	-	-	-	-
Subtotal	-- %	\$ 10,585	\$ -	\$ -	\$ -	\$ -
Capital Budget and Debt						
Capital Improvements	-- %	\$ -	\$ -	\$ -	\$ -	\$ -
Debt Service Principal	--	-	-	-	-	-
Debt Service Interest	--	-	-	-	-	-
Subtotal	-- %	\$ -	\$ -	\$ -	\$ -	\$ -
Reappropriations	-- %	\$ -	\$ -	\$ -	\$ -	\$ -
GRAND TOTAL	100.0 %	\$ 9,488,337	\$ 10,096,030	\$ 13,038,340	\$ 13,416,736	\$ 13,374,494

KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request

State Operations

Expenditures by Classification, FY 2024 – FY 2027 Agency						
(State Operations, All Funds)						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
Salaries and Wages						
Employee Pay	63.2 %	\$ 5,858,261	\$ 6,391,694	\$ 8,317,624	\$ 8,483,908	\$ 8,483,948
Employee Benefits	23.9	2,233,898	2,315,142	3,131,116	3,210,346	3,271,926
Shrinkage	(6.0)	-	-	(885,275)	(803,863)	(807,725)
Subtotal	81.2 %	\$ 8,092,159	\$ 8,706,836	\$ 10,563,465	\$ 10,890,391	\$ 10,948,149
Contractual Services						
Communication	1.3 %	\$ 97,966	\$ 66,462	\$ 191,900	\$ 168,901	\$ 168,901
Fees (Professional)	3.2	18,918	7,868	431,550	428,373	428,373
Fees (Other Services)	4.6	407,852	481,426	604,690	610,840	610,840
Freight and Express	0.1	4,050	2,200	3,800	3,800	3,800
Printing and Advertising	0.1	865	1,151	1,550	1,550	1,550
Rent and Leases	2.8	364,755	357,217	376,980	377,000	377,000
Repair and Servicing	0.6	40,350	47,678	82,508	76,058	76,058
Travel and Subsistence	2.0	128,648	134,625	272,634	269,733	269,733
Utilities	0.1	195	287	200	200	200
Other	0.3	10,496	22,797	29,343	33,570	33,570
Subtotal	14.7 %	\$ 1,074,095	\$ 1,121,711	\$ 1,995,155	\$ 1,970,025	\$ 1,970,025
Commodities						
Clothing	-- %	\$ 638	\$ -	\$ -	\$ -	\$ -
Equipment and Parts	0.1	1,243	2,678	5,750	5,050	5,050
Food	0.1	4,120	1,980	900	1,200	1,200
Fuel	--	-	-	-	-	-
Motor Vehicle Parts	0.4	21,435	25,978	56,355	56,355	56,355
Supplies (Office)	0.8	31,851	18,287	110,655	108,819	108,819
Supplies (Professional)	0.4	2,179	3,612	52,960	52,960	52,960
Supplies (Research)	--	-	77	-	-	-
Other	0.1	37,979	39,088	9,000	9,136	9,136
Subtotal	1.7 %	\$ 99,445	\$ 91,700	\$ 235,620	\$ 233,520	\$ 233,520
Capital Outlay						
Books	-- %	\$ 1,992	\$ 95	\$ -	\$ -	\$ -
Computer Hardware	0.6	45,675	35,613	100,600	81,452	96,452
Computer Software	0.6	34,247	25,133	47,500	75,500	35,500
Equipment, Furniture	0.2	94,172	104,290	7,500	32,000	47,000
Information Processing	1.0	35,967	8,463	88,500	133,848	43,848
Telecommunications	--	-	2,189	-	-	-
Other	--	-	-	-	-	-
Subtotal	2.4 %	\$ 212,053	\$ 175,783	\$ 244,100	\$ 322,800	\$ 222,800
Operating Adjustments	-- %	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL	100.0 %	\$ 9,477,752	\$ 10,096,030	\$ 13,038,340	\$ 13,416,736	\$ 13,374,494

KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request

Other Assistance

Expenditures by Classification, FY 2024 – FY 2027 Agency						
(Other Assistance, All Funds)						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
Other Assistance						
Federal Aid Payments	-- %	\$ -	\$ -	\$ -	\$ -	-
State Aid Payments	--	-	-	-	-	-
Other	--	10,585	-	-	-	-
TOTAL	-- %	\$ 10,585	\$ -	\$ -	\$ -	-

KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request

Expenditures by Program

Expenditures by Program, FY 2024 – FY 2027 Agency						
(All Funds)						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
Expanded Gaming	71.2 %	\$ 8,018,549	\$ 8,561,392	\$ 10,072,761	\$ 9,547,204	\$ 9,585,727
Regulation						
Parimutual Racing and Gaming	17.3	171,389	174,017	1,409,415	2,324,837	2,233,945
Tribal Gaming Regulation	11.5	1,298,399	1,360,621	1,556,164	1,544,695	1,554,822
TOTAL	100.0 %	\$ 9,488,337	\$ 10,096,030	\$ 13,038,340	\$ 13,416,736	\$ 13,374,494

FTE Positions by Program, FY 2024 – FY 2027 Agency						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
Expanded Gaming	72.3 %	90.5	92.5	92.5	86.5	86.5
Regulation						
Parimutual Racing and Gaming	15.9	2.1	13.1	13.1	19.1	19.1
Tribal Gaming Regulation	11.7	15.0	15.0	15.0	14.0	14.0
TOTAL	100.0 %	107.5	120.5	120.5	119.5	119.5

Expenditures by Fund

Expenditures by Fund, FY 2024 – FY 2027 Agency						
	FY 2026 Agency % of Total	FY 2024 Actual	FY 2025 Actual	FY 2026 Approved	FY 2026 Agency	FY 2027 Agency
State General Fund	-- %	\$ -	\$ -	\$ -	\$ -	\$ -
Tribal Gaming Fund	11.5	1,298,399	1,360,621	1,556,164	1,544,695	1,554,822
Expanded Lottery	67.7	7,694,912	8,196,694	9,682,679	9,081,097	9,115,700
Regulation Fund						
Gaming Background Fund	3.4	321,170	356,740	385,882	461,907	465,827
Illegal Gambling	0.1	2,526	7,958	4,200	4,200	4,200
Enforcement Fund						
State Racing Fund	17.3	160,745	174,017	1,409,415	2,324,837	2,233,945
Racing Applicant Deposit Fund	--	10,585	-	-	-	-
TOTAL	100.0 %	\$ 9,488,337	\$ 10,096,030	\$ 13,038,340	\$ 13,416,736	\$ 13,374,494

KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request

FY 2026 Analysis

Summary of Agency Budget Request, FY 2026						
	SGF	Expanded Lottery Regulation Fund	All Other Funds	Total	FTE Positions	
Approved, FY 2026						
1. 2025 SB 125	\$ -	\$ 9,682,679	\$ 3,355,661	\$ 13,038,340	120.5	
Reappropriations						
No Reappropriations	\$ -	\$ -	\$ -	\$ -	--	
Supplemental Requests						
2. HHR Parimutuel Facility	\$ -	\$ -	\$ 100,000	\$ 100,000	--	
Other Changes						
3. All Other Adjustments	-	(601,582)	879,978	278,396	(1.0)	
TOTAL – Agency Revised Estimate	\$ -	\$ 9,081,097	\$ 4,335,639	\$ 13,416,736	119.5	

Approved Budget

1. 2025 SB 125

The 2025 Legislature passed, and the Governor enacted, one bill appropriating and adjusting funding for state agencies. For KRGC, the approved budget totaled \$13.0 million, all from special revenue funds, including \$572,517 to provide salary increases for most state employees based on the Department of Administration's market survey, for FY 2026.

Supplemental Requests

2. Historical Horse Racing Parimutuel Facility

The agency's revised request includes \$100,000, all from the State Racing Fund, for several items related to a historical horse racing (HHR) parimutuel facility in FY 2026. Previously, the 2024 Legislature approved \$1.4 million, all from special revenue funds, for the regulation of historical horse racing machines at a parimutuel facility in Sedgwick County for FY 2025. That parimutuel facility is set to open in mid-December 2025 under the name Gilly's Park City. As such, the agency is planning to purchase several new items that will allow their law enforcement staff to effectively regulate the HHR parimutuel facility. For example, part of the supplemental funding would go toward purchasing additional fingerprinting equipment, as well as new radios for the KRGC staff to communicate with local law enforcement. Other funds would go toward expanding the agency's licensing database and purchasing a minimal amount of furniture and computers for the staff who will be located at the parimutuel facility.

Other Changes

3. All Other Adjustments

The agency's revised request includes \$278,396, all from special revenue funds, for all other adjustments in FY 2026. The adjustment primarily relates to an increase of \$326,926 in expenditures for salaries and wages. The increase is primarily related to the pay of regular unclassified employees (\$100,106) and the Legislative Pay Plan (\$67,996), as well as employer contributions for KPERS

KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request

(\$38,721) and health benefits (\$50,891). According to the agency, the KRGC is attempting to make salaries and wages for their enforcement agents at the HHR facility consistent with the salaries and wages of enforcement agents in other program areas. However, the increase in salaries and wages is partially offset by a reduction in all other categories of expenditures for the Tribal Gaming Regulation program (\$48,530).

Per the KSGA, actual expenditures in FY 2025 were less than anticipated, so the agency adjusted the budget request accordingly in FY 2026. In addition to these adjustments, the KRGC shifted expenditures from the Expanded Gaming Regulation program to the Parimutuel Racing and Gaming program to equitably allocate a percentage of central office expenditures to the correct programs. For example, when staff in the central office work on tasks related to the new HHR facility, the expenditures will be budgeted under the Parimutuel Racing and Gaming Program, rather than the Expanded Lottery Act Regulation Fund program, which houses the accounts associated with central office expenditures. Lastly, the reduction of 1.0 FTE position is due to the KSGA not seeking to fill a position that became vacant due to an employee's retirement.

KANSAS RACING AND GAMING COMMISSION

Budget Summary – Agency Request

FY 2027 Analysis

Summary of Agency Budget Request, FY 2027						
	SGF	Expanded Lottery Regulation Fund	All Other Funds	Total	FTE Positions	
Approved, FY 2026						
2025 SB 125	\$ -	\$ 9,682,679	\$ 3,355,661	\$ 13,038,340	120.5	
Enhancement Requests						
No Enhancement Requests	\$ -	\$ -	\$ -	\$ -	--	
Agency Changes						
1. Salaries and Wages	\$ -	\$ (413,994)	\$ 798,678	\$ 384,684	--	
2. All Other Adjustments	-	(152,985)	104,455	(48,530)	(1.0)	
Subtotal – Agency Changes	\$ -	\$ (566,979)	\$ 903,133	\$ 336,154	(1.0)	
TOTAL – Agency Request	\$ -	\$ 9,115,700	\$ 4,258,794	\$ 13,374,494	119.5	

Agency Changes

1. Salaries and Wages

Like in FY 2026, the agency request includes an increase of \$384,684, all from special revenue funds, for salaries and wages expenditures for FY 2027. The increase is primarily related to the pay of regular unclassified employees (\$100,110) and the Legislative Pay Plan (\$67,993), as well as employer contributions for KPERS (\$4,777) and health insurance (\$141,659). According to the agency, the KRGC is attempting to make salaries and wages for their enforcement agents at the HHR facility consistent with the salaries and wages of enforcement agents in other program areas.

2. All Other Adjustments

Like the agency's revised request in FY 2026, the agency's request includes a decrease of \$48,530 in expenditures for all categories other than salaries and wages for FY 2027. Per the KSGA, actual expenditures in FY 2025 were less than anticipated, so the agency adjusted the budget request accordingly for FY 2027. In addition to these adjustments, the KRGC is again shifting expenditures from the Expanded Gaming Regulation program to the Parimutuel Racing and Gaming program in order to equitably allocate a percentage of central office expenditures to the correct programs for transparency purposes. Lastly, the reduction of 1.0 FTE position is due to the KSGA not seeking to fill a position that became vacant due to an employee's retirement.