

# **PERFORMANCE AUDIT REPORT**

## **REVIEWING THE OPERATIONS OF THE WOODLANDS RACE TRACK**

**A Report to the Legislative Post Audit Committee  
By the Legislative Division of Post Audit  
State of Kansas  
September 1995**

# ***Legislative Post Audit Committee***

---

## ***Legislative Division of Post Audit***

**THE LEGISLATIVE POST** Audit Committee and its audit agency, the Legislative Division of Post Audit, are the audit arm of Kansas government. The programs and activities of State government now cost about \$6 billion a year. As legislators and administrators try increasingly to allocate tax dollars effectively and make government work more efficiently, they need information to evaluate the work of governmental agencies. The audit work performed by Legislative Post Audit helps provide that information.

We conduct our audit work in accordance with applicable government auditing standards set forth by the U.S. General Accounting Office. These standards pertain to the auditor's professional qualifications, the quality of the audit work, and the characteristics of professional and meaningful reports. The standards also have been endorsed by the American Institute of Certified Public Accountants and adopted by the Legislative Post Audit Committee.

The Legislative Post Audit Committee is a bipartisan committee comprising five senators and five representatives. Of the Senate members, three are appointed by the President of the Senate and two are appointed by the Senate Minority Leader. Of the Representatives, three are appointed by the Speaker of the House and two are appointed by the Minority Leader.

Audits are performed at the direction of the Legislative Post Audit Committee. Legislators or

committees should make their requests for performance audits through the Chairman or any other member of the Committee. Copies of all completed performance audits are available from the Division's office.

### **LEGISLATIVE POST AUDIT COMMITTEE**

Representative James E. Lowther, Chair  
Representative Tom Bradley  
Representative Duane Goossen  
Representative Sheila Hochhauser  
Representative Ed McKechnie

Senator Lana Oleen, Vice-Chair  
Senator Anthony Hensley  
Senator Phil Martin  
Senator Alicia L. Salisbury  
Senator Don Steffes

### **LEGISLATIVE DIVISION OF POST AUDIT**

800 SW Jackson  
Suite 1200  
Topeka, Kansas 66612-2212  
Telephone (913) 296-3792  
FAX (913) 296-4482

The Legislative Division of Post Audit supports full access to the services of State government for all citizens. Upon request, Legislative Post Audit can provide its audit reports in large print, audio, or other appropriate alternative format to accommodate persons with visual impairments. Persons with hearing or speech disabilities may reach us through the Kansas Relay Center at 1-800-766-3777. Our office hours are 8:00 a.m. to 5:00 p.m., Monday through Friday.

# **PERFORMANCE AUDIT REPORT**

## **REVIEWING THE OPERATIONS OF THE WOODLANDS RACE TRACK**

---

### **OBTAINING AUDIT INFORMATION**

This audit was conducted by Cindy Lash, Chris Clarke, and Laura Cummings. If you need any additional information about the audit's findings, please contact Ms. Lash at the Division's office.

---

# TABLE OF CONTENTS

## SUMMARY OF AUDIT FINDINGS

### Reviewing the Operations of the Woodlands Race Track

Overview of Parimutuel Racing at the Woodlands.....	4
What Entities or Individuals Have Had Significant Involvement in the Woodlands' Operations, And Have They Benefited Financially? .....	8
Conclusion .....	23, 24
Recommendations.....	24
Has the Woodlands Race Track Complied With Applicable Requirements for Its Operations? .....	25
Conclusion .....	29
Recommendations.....	29
<b>APPENDIX A: Track Payments to Attorneys and Lobbyists .....</b>	<b>31</b>
<b>APPENDIX B: Travel Expenses from 1993 to 1995.....</b>	<b>33</b>
<b>APPENDIX C: Listing of Vendors .....</b>	<b>35</b>
Sunflower Racing, Inc.....	36
SR Food & Beverage .....	55
TRAK East.....	60
<b>APPENDIX D: Agency Responses.....</b>	<b>67</b>



## **REVIEWING THE OPERATIONS OF THE WOODLANDS RACE TRACK**

During the 1995 legislative session, owners of Kansas race tracks approached the Kansas Legislature for authorization to have slot machines located on race track property. Track owners cited stiff competition from riverboat gambling in Missouri, and suggested that if casino-style gambling operations were not allowed at the tracks, they likely would have to cease racing operations.

Legislators raised questions about whether the financial conditions at the race tracks were as bleak as the owners stated. They also expressed concerns about whether the owners were profiting from certain financial arrangements between themselves, the tracks, and the other entities with which they do business. Legislators also expressed concerns about the level of charitable contributions provided by track operations, whether all regulatory requirements were being met, and whether races were being run as required.

As part of the appropriations process, the 1995 Legislature enacted legislation calling for one or more audits of entities regulated by the Kansas Racing Commission. The audits were to address various aspects of the entities' financial operations, as well as their compliance with State law and Racing Commission regulations.

The law required the scope of each audit to be reviewed and approved by the Legislative Post Audit Committee. Also, it required the Racing Commission to reimburse the Division of Post Audit for any expenses incurred in conducting the audits.

At its May 11, 1995, meeting, the Legislative Post Audit Committee approved audits of the entire racing industry in Kansas, including the three major race tracks, related licensees, and the Kansas Racing Commission. The Committee directed Legislative Post Audit to conduct the audits of the Woodlands and the Racing Commission. It approved contracting out the audits of Wichita Greyhound Park, Camptown Greyhound Park, and the parimutuel tote system provided to all three race tracks by United Tote Company.

This audit of the Woodlands racetrack in Kansas City, Kansas, is the first in the series of audits. It answers the following questions:

- 1. What entities or individuals have had significant involvement in the Woodlands' operations, and have they benefited financially?**
- 2. Has the Woodlands Race Track complied with applicable requirements for its operations?**

To answer these questions, we reviewed the 1993 and 1994 financial audit reports and working papers for Sunflower Racing, Inc. (the owner and manager of the

Woodlands facility) and The Racing Association of Kansas East—TRAK East—(the nonprofit organization that holds the racing license for the track). To identify ownership and beneficial interests in the track, we reviewed income tax returns, mortgages, notes, and other financial documents related to the track, and financial and ownership reports on file with the Secretary of State, the Department of Revenue, and the Securities and Exchange Commission.

We also reviewed payments made by check in 1993, 1994, and the first half of 1995. In addition, we looked at electronic funds transfers for 1994. We reviewed the track's internal controls over cash revenues. We interviewed the Racing Commission's auditor for the Woodlands to determine whether the track was in compliance with a number of statutes and regulations, and we conducted additional testwork in the areas of employee licensing, filing of contracts, ownership of race animals, and the number and type of races run.

In conducting this audit work, we followed all applicable government auditing standards set forth by the U.S. General Accounting Office.

In general, we found that a number of individuals and entities have been involved in the operation of the Woodlands Race Track. The license to own and manage the facility was granted to Sunflower Racing, Inc. Sunflower was owned by two men— R.D. Hubbard and Richard Boushka—and later was sold to Hollywood Park, Inc., a publicly traded corporation with interests in the racing and entertainment industries.

Both Mr. Boushka and Mr. Hubbard have benefited not through profits earned by the race track, but through salaries received from Sunflower, and through proceeds from the sale of Sunflower to Hollywood Park. Additionally, Mr. Hubbard received about \$11 million in interest payments on loans he made to the corporation, and Mr. Boushka received significant amounts from a consulting contract with the corporation. Additionally, Mr. Hubbard stands to gain substantially if casino-type games are authorized at the Woodlands because of his 14% ownership stake in Hollywood Park. On the other hand, he could lose approximately \$13 million Sunflower still owes him if slots are not approved.

The other major entity involved in the operation of the Woodlands is the Racing Association of Kansas East (TRAK East), which has been granted the license to operate parimutuel races at the Woodlands. TRAK East is a not-for-profit corporation that distributes moneys received from racing over and above its expenses to charity. Since the track was built, TRAK East has distributed about \$2.9 million to charity.

The banks that financed the track have received some principal and interest payments on money loaned for the construction of the Woodlands. However, the Woodlands was unable to make its July 1995 payment, and it has negotiated with the banks to delay a \$27 million dollar payment due in January 1996 until July 1996. The banks currently stand to lose the most money if the track closes.

We found that the Woodlands appeared to be in compliance with most of the regulatory requirements we reviewed. However, it had not complied with requirements to submit all contracts to the Racing Commission. Also, two employees did not appear to have the appropriate licenses, and one concessionaire operated for a short time without a license. One member of the TRAK East board violated the law when his company sold goods to the Woodlands, and one Woodlands employee will be in violation of State law if the greyhound he owns and has licensed in Kansas runs in a live race at a Kansas track.

These and other findings are described in more detail, following an overview of parimutuel racing at the Woodlands Race Track.



## Overview of Parimutuel Racing at the Woodlands

In 1986, Kansas voters passed a constitutional amendment to allow parimutuel horse racing and greyhound racing in the State. The 1987 Legislature created the Kansas Racing Commission to administer the provisions of the Kansas Parimutuel Racing Act. The Act also included legislation that defined the structure of the racing industry in Kansas.

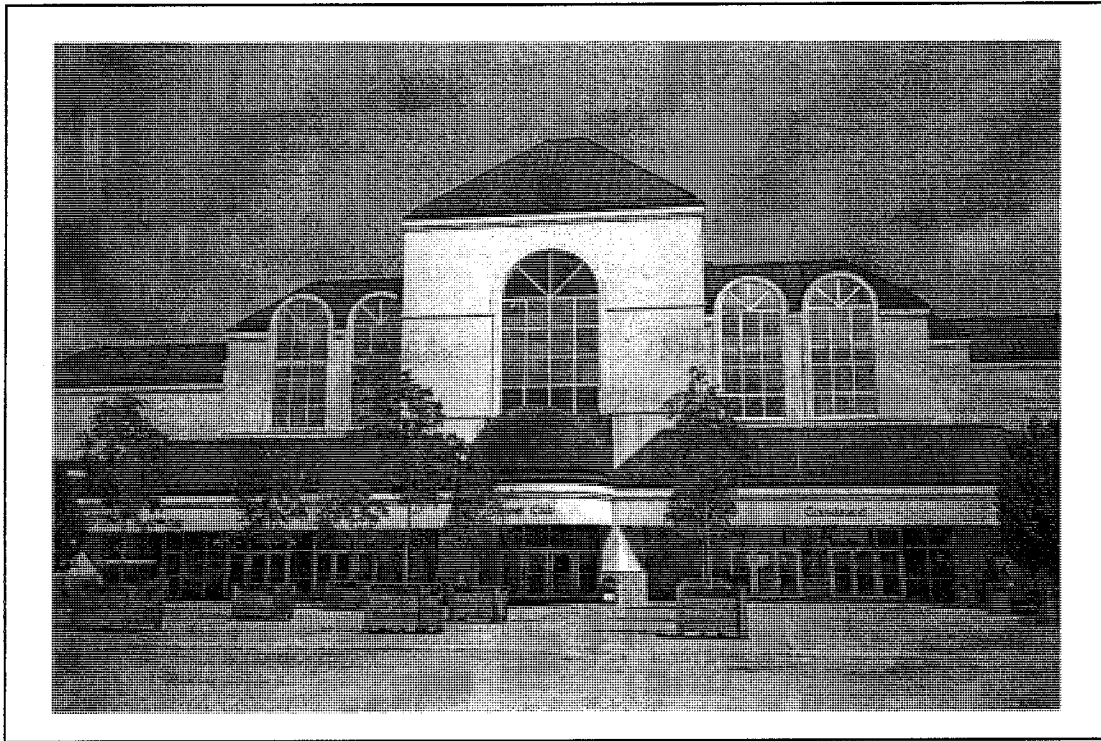
According to Kansas statutes, races must be conducted by a nonprofit organization licensed by the Commission. The nonprofit organization is required to distribute all of its earnings, less any necessary operating expenses, to charitable organizations within Kansas. It may, however, enter into a contract with another party to construct and manage track facilities. The facility owner/manager and any person working at the facility also must be licensed by the Commission.

The Commission initially received nine applications for licenses to construct and operate greyhound or horse racing facilities. The licenses to conduct races at the Woodlands were approved in July 1988. The licenses were for The Racing Association of Kansas East (TRAK East), a non profit group, and Sunflower Racing, Inc., a for-profit company owned at that time by R.D. Hubbard, a California glass-manufacturing executive and former Kansan, and Richard Boushka, a Wichita-based real estate developer. In March 1994, Sunflower Racing, Inc., merged with Hollywood Park, Inc., a gaming and entertainment company with interests in racing and casinos, headquartered in Inglewood, California.

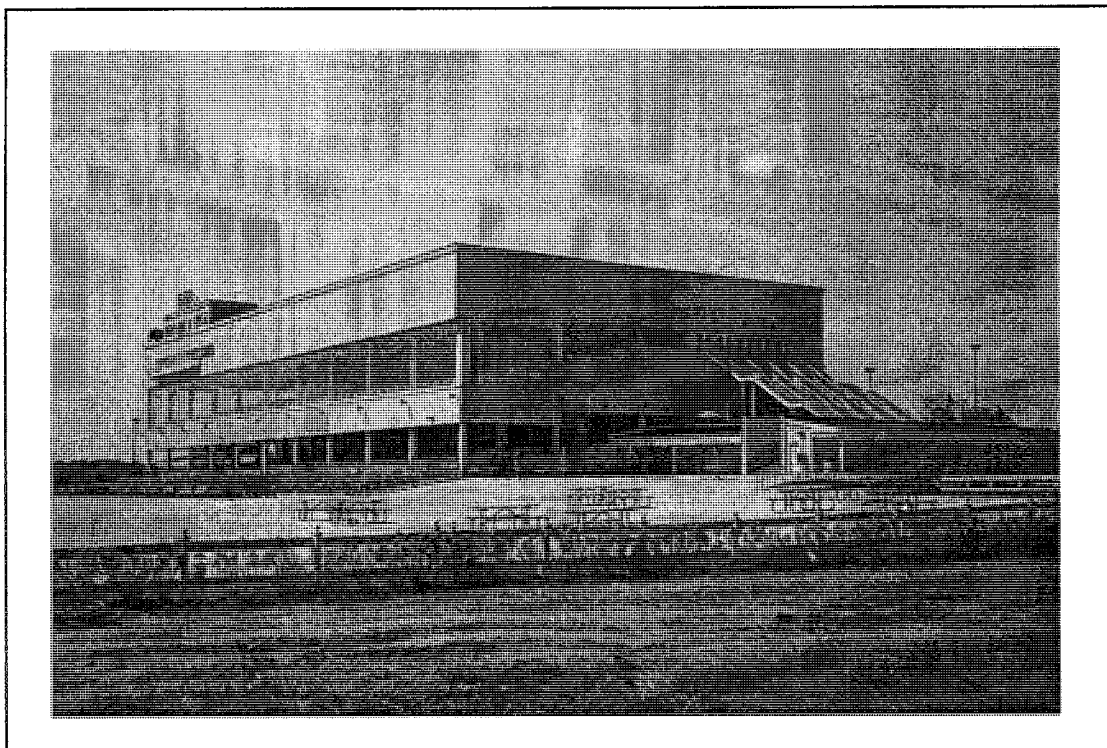
**The Woodlands consists of two race tracks located in Kansas City, Kansas on 393 acres, and is the only dual (horse and greyhound) race track facility in the country.** The greyhound facility was completed in 1989 and began operating in September of that year. The horse facility began operations in May 1990. Total cost of the facility was approximately \$59 million. The Woodlands conducts greyhound racing year round with about 300 days of racing each year. Horse racing normally is conducted from August to November, with the statutory requirement that the number of race days be at least 20% of the number of annual greyhound racing days, or about 60 days per year.

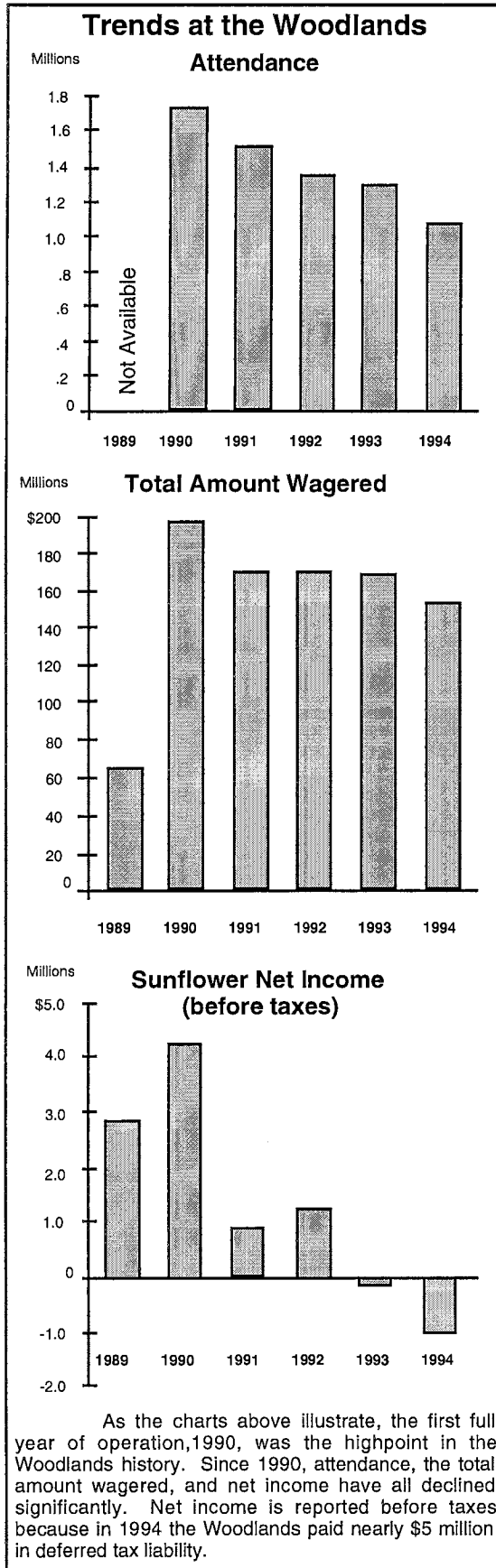
At its peak, the Woodlands employed more than 1,000 people. Currently, it employs about 425 people year round, and about 50 more people during the horse-racing season. In 1994, the annual payroll for all employees at the track was \$7.7 million.

**Independent financial audits indicate the Woodlands has experienced a significant decline in revenues since its first full year of operations in 1990.** Attendance at races has steadily decreased, as has the total amount wagered on races (referred to in the industry as "handle") and track revenues. Track revenues, which include management fees and revenues from concessions, admissions, and program sales, decreased almost \$10 million over the last four years, from \$29.4 million in 1990 to \$19.5 million in 1994.



The Woodlands has two very similar buildings. The top photograph shows the front of the greyhound grandstand. The bottom photograph shows the back of the horse grandstand.





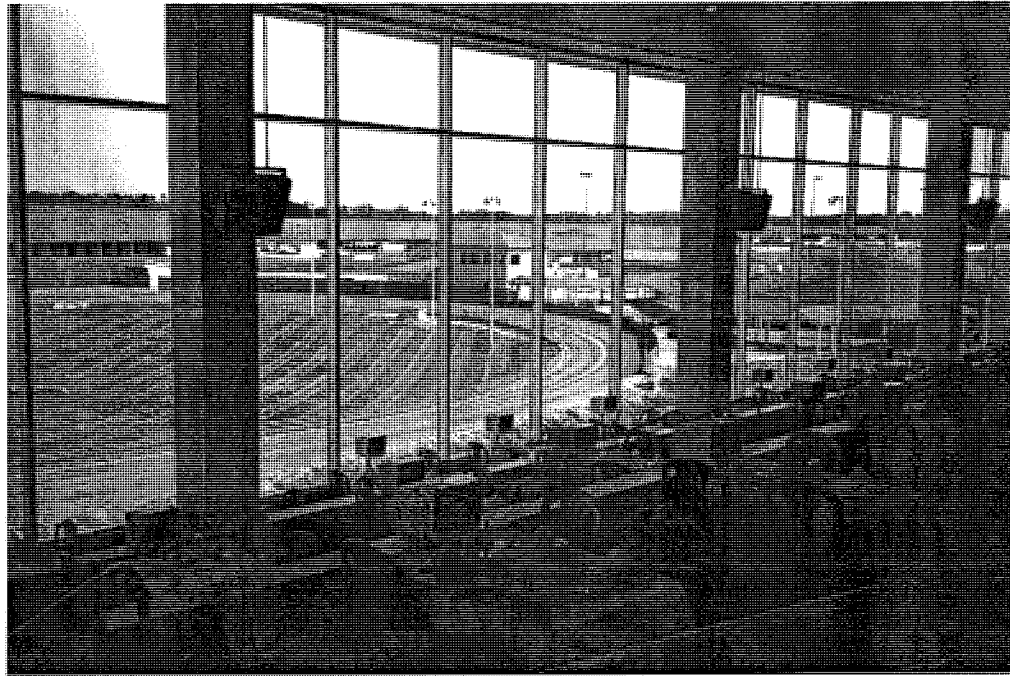
Woodlands officials attribute the decrease in attendance and revenues to an increase in gambling opportunities in Iowa, Kansas, and Missouri from 1991 to 1994. These opportunities include the following:

- the start of Indian reservation gaming and riverboat gambling in Iowa in 1991
- the start of keno in Kansas in 1992
- the start of riverboat gambling in Missouri in 1994

The decline in parimutuel wagering at the Woodlands is consistent with trends in the parimutuel industry nationwide. An article in the February 1995 issue of *Financial World* magazine reported that the amount wagered on thoroughbred races in the United States has declined more than 35% after inflation over the past 10 years. According to *LaFleur's 1995 World Gambling Abstract*, the decline in all parimutuel wagering has been aggravated by the expansion of casino gambling at Indian reservations across America, the emergence of riverboat and small-stakes casinos in the Midwest and South Central states, and video poker machines in bars and taverns across America.

According to information obtained from the American Greyhound Track Operators Association and the Thoroughbred Racing Associations, 30 horse tracks and 9 dog tracks closed between 1984 and 1994. However, 14 horse tracks and 17 dog tracks opened during the same period. Live attendance declined 30.3% and 3.5% at horse and dog tracks respectively between 1984 and 1994.

For the last three years, Woodlands officials have lobbied the Legislature for expanded gaming opportunities. In 1993 and 1994, they



This photograph shows the greyhound race track at the Woodlands viewed from the clubhouse.

lobbied for the adoption of SCR 1608, which would have allowed citizens to vote on casino gaming. In 1995, officials lobbied for the adoption of House Bill 2547, which would have allowed slot machines at race tracks. Track officials have indicated they expect their bankers to begin foreclosure proceedings by June if slot machines or casinos are not approved by the 1996 Legislature.

## **What Entities or Individuals Have Had Significant Involvement in the Woodlands' Operations, And Have They Benefited Financially?**

The entities involved with the Woodlands' operations include Sunflower Racing, Inc., the facility owner/manager, and its wholly owned subsidiary, S.R. Food and Beverage Inc.; TRAK East, the nonprofit organization that holds the racing license; the banks that financed the track's construction; and Hollywood Park, Inc., the company that purchased Sunflower Racing, Inc., in 1994.

Two individuals—Richard Boushka and R.D. Hubbard—have had a major interest in the Woodlands. Mr. Boushka owned 40% of Sunflower Racing, Inc., before it was purchased by Hollywood Park. Mr. Hubbard owned 60% of Sunflower before it was purchased, and he remains a major stockholder in Hollywood Park. Both men have benefited primarily through the sale of Sunflower to Hollywood Park. They received Hollywood Park stock valued at about \$15 million on the sale date for their \$2 million equity investment in Sunflower. Mr. Hubbard agreed not to sell his stock for at least two years. Its value at the time of the sale was approximately \$6 million. On September 20, 1995 its value was about \$2.7 million. The two men also received money from substantial salaries, consulting agreements, and interest on loans to Sunflower.

Hollywood Park issued about \$15 million in stock to buy Sunflower, contributed \$5 million towards principal and interest on loans Sunflower owed to R.D. Hubbard, and has made \$2.5 million in loans to the company. To date, Hollywood Park has not seen much financial benefit from owning the Woodlands. It would be the major beneficiary if slot machines were allowed at the facility, and a major loser if they are not allowed.

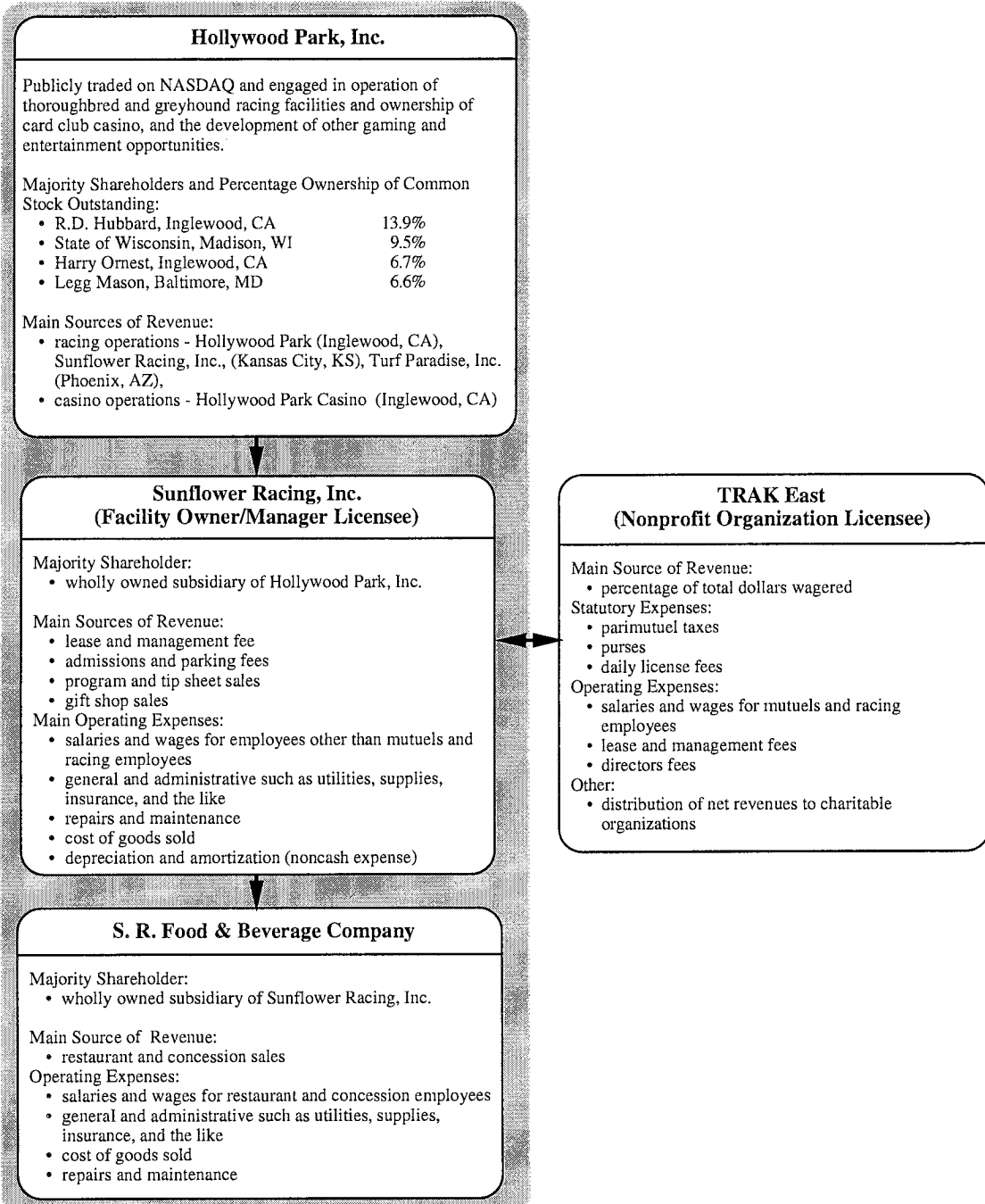
TRAK East has received about \$2.9 million to distribute to charities, but because of the financial situation at the Woodlands, TRAK East has received no monthly payments from Sunflower for distribution to charity since April 1995

The banks that financed the track have received some principal and interest payments on money loaned for the construction of the Woodlands. However, the Woodlands was unable to make its July 1995 payment, and it has negotiated with the banks to delay a \$27 million dollar payment due in January 1996 until July 1996. The banks currently stand to lose the most money if the track closes.

Finally, we didn't find any evidence that money was being diverted from the Woodlands' operations, or that the track's finances were being manipulated. These and related findings are discussed in more detail in the sections that follow.

## Financial Interests in the Woodlands Race Track

This chart shows the parties with a current financial interest in the Woodlands. Hollywood Park, Inc., owns Sunflower Racing, Inc., which owns S.R. Food & Beverage. TRAK East is a separate nonprofit entity that holds the license to run races at the Woodlands. Information about ownership and main sources of revenue are shown for each company.



**The Original Owners of Sunflower Racing, Inc.,  
Benefited from Salaries, Consulting Fees, Interest on Loans,  
And the Sale of the Company to Hollywood Park, Inc.**

Sunflower Racing, Inc., was formed in 1986. Incorporation papers indicate the purpose of the company was to promote horse and dog racing and breeding, and to build and maintain a race track. Sunflower has a wholly owned subsidiary—S.R. Food and Beverage Inc.—that provides food and beverage service at the Woodlands. R.D. Hubbard purchased 60% of Sunflower Racing, Inc.'s stock for \$1.2 million, and Richard Boushka purchased 40% of the stock for \$800,000 in 1988.

Using the \$2 million in capital Mr. Boushka and Mr. Hubbard contributed to Sunflower, plus loans Mr. Hubbard made to the company, Sunflower sought and obtained an additional \$40 million in financing from a consortium of five banks to build the race track. The following table summarizes how the track was financed.

**Financing for Construction of the Woodlands**

<b>Stock</b>		
R.D. Hubbard (60,000 shrs.)	\$1,200,000	
Richard Boushka (40,000 shrs.)	<u>800,000</u>	
Total Stock		\$2,000,000
<b>Loans from R.D. Hubbard</b>		
October 1988 (14% interest)	\$9,257,516	
January 1990 (14% interest)	1,772,000	
April 1990 (14% interest)	3,680,311	
Total Hubbard Loans		\$14,709,827
<b>Bank Financing Provided</b>		<u>\$40,000,000</u>
<b>Total Financing (a)</b>		\$56,709,827

(a) According to the company's 1990 financial statements, total costs for land, improvements, and buildings at the Woodlands was \$59 million. Officials at the track, told us the additional construction costs, and equipment costs, were funded by cash flows produced by the track once dog racing started.

As Chief Executive Officer of Sunflower Racing, Inc., Mr. Hubbard earned \$300,000 per year from October 1989 through March 1994, or a total of about \$1.3 million. Mr. Boushka, as president of the company, received \$150,000 per year from August 1988 until the greyhound track opened in September 1989, at which point his salary increased to \$300,000 per year. Total salary paid to Mr. Boushka from 1988 to 1994 was about \$1.5 million.

Between 1988 and March 1994, when Mr. Hubbard owned 60% of Sunflower, he received approximately \$7.4 million in interest payments on approximately \$14.7 million he loaned the company to help fund construction of the track, but he received

**Several Members of the Boushka Family Did Work for Sunflower Racing, Inc.**

Members of Richard Boushka's family also did work related to Sunflower Racing, Inc. John Boushka, Richard Boushka's son, served on Sunflower's board of directors receiving annual compensation of \$11,000 until 1994. Richard Boushka's daughter-in-law, Cheryl Cook Boushka, is a member of the law firm Gage & Tucker. Gage & Tucker did the legal work associated with the incorporation of Sunflower Racing, Inc., and Ms. Boushka was involved in that project. However, according to an attorney with the firm, she has not done any legal work for Sunflower since 1989.

no payments on the principal amount of the loan. As will be discussed later, when Hollywood Park bought the company in March 1994, Mr. Hubbard received a \$5 million payment. About \$3.4 million of that amount was for unpaid interest that had accumulated on his loans to Sunflower, and the remaining \$1.6 million was paid toward the principal. To date he has received has received a total of approximately \$11 million in interest and is still owed about \$13 million in unpaid principal.

The 14% interest rate on Mr. Hubbard's loans to Sunflower was higher than the prime rate at the time the loans were made. The prime interest rate was 10% to 11%. However, the loan was risky—it was not secured by any assets of the track, and it was subordinate to the mortgage on the property. This meant if the Woodlands failed, the banks holding the mortgage would be paid first, and Mr. Hubbard and other creditors would receive a pro-rata share of remaining assets.

By loaning money to Sunflower Racing, Inc., rather than purchasing additional stock in the company, Mr. Hubbard ensured that he would receive at least some return on his money through interest payments. He also gained a slightly more favorable position should the company fail, because he would be on equal footing with other creditors. However, he still would not receive his money until after the five banks that provided the major portion of the track's financing had been paid.

**Although Sunflower made a profit from 1989 to 1992, the distributions the owners received apparently were used to pay the income taxes on corporate earnings.** During the first few years of the Woodlands' operation, the track generally was profitable. The table below shows the net profit or loss reported in the financial audits of Sunflower Racing, Inc., from 1988 through 1994, and the amount distributed to owners in each of those years.

**Operating Results for the Woodlands  
1988 to 1994**

<u>Year</u>	<u>Profit / (Loss)</u>	<u>Distributions To Stockholders</u>
1988	(\$ 576,668)	\$ 50,575
1989	2,886,183	-0-
1990	4,271,404	981,294
1991	905,061	292,618
1992	1,289,554	190,750
1993	(190,609)	-0-
1994	(5,989,000) (a)	-0-

(a) The loss in 1994 includes deferred tax expense of \$4.8 million resulting from Sunflower's conversion from an S-Corporation to a C-Corporation when it merged with Hollywood Park. This expense represents a future tax liability from all the years before the merger.



Because Sunflower Racing was a Subchapter S-Corporation under the tax laws, the company did not have to pay corporate income taxes. Instead, Sunflower stockholders were responsible for payment of the taxes on their share of the company's net income on their personal income tax returns. In response to an earlier audit of the Racing Commission, Sunflower's legal representative said the four distributions were "for the sole purpose of satisfying corporate tax obligations of Sunflower Racing, Inc."

**When Hollywood Park, Inc., acquired Sunflower Racing, Mr. Hubbard and Mr. Boushka received stock valued at about \$15 million.** On March 23, 1994, Hollywood Park, acquired Sunflower Racing, which survived as a wholly owned subsidiary of Hollywood Park. In return for all the stock of Sunflower, Hollywood Park issued 591,715 shares of its own stock, which had a market value of \$15 million at the time. According the agreement, Mr. Hubbard received about \$6 million of that stock for his original \$1.2 million investment in Sunflower, and Mr. Boushka received about \$9 million of that stock for his \$800,000 investment in Sunflower.

Mr. Hubbard agreed not to sell any of the Hollywood Park stock he received for two years. Since 1991, he has served as Chairman of the Board and Chief Executive Officer of Hollywood Park, Inc. As of December 31, 1994, Mr. Hubbard was the company's single largest shareholder, owning about 14% of the outstanding shares of common stock.

Mr. Boushka agreed he would not sell more than 83% of the stock he received for two years. The merger agreement specified that if the price of Hollywood Park's common stock dropped more than 10% six months after the merger, Mr. Boushka would receive additional shares of stock to make up for declines in the stock price. In November 1994, Hollywood Park issued an additional 55,574 shares of its common stock to Mr. Boushka, as required by a stock price guarantee clause in the merger agreement. By selling his stock in Sunflower Racing, Mr. Boushka eliminated his financial exposure should the Woodlands fail and generated a profit of about 10 times his original investment.

**After Hollywood Park acquired Sunflower, Mr. Hubbard and Mr. Boushka no longer received salaries from Sunflower Racing, but Mr. Boushka continued to receive compensation as a consultant.** Although each gave up his \$300,000 annual salary, Mr. Boushka subsequently entered into a two-year consulting agreement with Sunflower Racing that provided fees of \$100,000 per year. However, because of Sunflower's current financial difficulties, Mr. Boushka's fees were discontinued in May 1995.

**In March 1995, Mr. Hubbard and Mr. Boushka waived their rights to receive additional shares of Hollywood Park stock if slot machines are approved at the Woodlands.** According to the merger agreement between Hollywood Park and Sunflower Racing, if Hollywood Park sold Sunflower Racing stock after slot machine legislation was passed in Kansas, but before January 1, 2002, Mr. Hubbard and Mr. Boushka could receive additional Hollywood Park stock, up to a maximum value of

\$40 million combined. However, Mr. Hubbard and Mr. Boushka waived their rights to this additional consideration in March 1995. According to documents filed with the Securities and Exchange Commission, they received "nominal consideration" for giving up rights to this additional compensation.

Track officials told us Mr. Hubbard and Mr. Boushka gave up the right to this potential future compensation to satisfy plaintiffs in a class action lawsuit against

### Summary of Ownership Transactions Related to the Woodlands Race Track

**R.D. Hubbard:**

Contributions to Sunflower Racing, Inc.:

Construction Loan Note at 14% interest	\$9,257,516
Lakeside Speedway Note at 14% interest	1,772,000
Promissory Note at 14% interest	3,680,311
Purchase of 60,000 shares of stock	1,200,000
Personal guarantee of \$40,000,000 term note owed to banks	0

**Total Contributions** **\$15,909,827**

Distributions from Sunflower prior to purchase by Hollywood Park, Inc.:

Annual salary - \$300,00 from Oct. '89 to Mar. 23, '94	\$ 1,343,900
Interest on loans	7,400,000
Distributions to stockholders (60%)	909,142
Total	<b>\$9,653,046</b>

Distributions from Hollywood Park, Inc., for purchase of Sunflower:

Hollywood Park common stock (236,686 shares at \$25.35 per share)	\$6,000,000
-------------------------------------------------------------------	-------------

Distributions from Hollywood Park under terms of merger:

Interest on loans	\$3,350,000
Repayment of loan principal	\$1,650,000
Reduced interest rate on loans from 14% to 9%	0
Total	<b>\$5,000,000</b>

**Total Distributions Received** **\$20,653,046**

**Richard Boushka:**

Contributions to Sunflower Racing, Inc.:

Purchase of 40,000 shares of stock	\$800,000
------------------------------------	-----------

**Total Contributions** **\$800,000**

Distributions from Sunflower prior to purchase by Hollywood Park, Inc.:

Annual salary - \$150,000 from Aug. '88 to Sept. '89; \$300,000 to Mar. '94	\$ 1,512,500
Distributions to stockholders (40%)	606,095
Total	<b>\$2,118,598</b>

Distributions from Hollywood Park, Inc., for purchase of Sunflower:

Hollywood Park common stock (355,029 shares at \$25.35 per share)	\$9,000,000
-------------------------------------------------------------------	-------------

Distributions from Hollywood Park and Sunflower under terms of merger:

Hollywood Park common stock (55,574 shares at \$14.75 per share, high price on NASDAQ during fourth quarter of 1994)	\$819,717
Two-year consulting agreement with Sunflower (payments were suspended in May 1995)	108,342
Total	<b>\$928,059</b>

**Total Distributions Received** **\$12,046,657**

Hollywood Park, and also because the controversy it generated in the Legislature was counterproductive to passage of legislation approving slot machines at the track. The chart on the previous page provides a summary of what Mr. Hubbard and Mr. Boushka invested in Sunflower Racing, and what they have gotten out of it so far.

**Hollywood Park Will Lose Approximately \$23 Million  
If the Woodlands Closes, But It Could Benefit Significantly  
If Slot Machines Are Approved at the Facility**

Hollywood Park took a gamble by purchasing Sunflower Racing. If the Woodlands should fail, Hollywood Park will lose its investment. In addition to the \$15 million in stock it issued to purchase Sunflower Racing, immediately after the merger Hollywood Park contributed another \$5 million in cash to repay a portion of the \$14.7 million debt Sunflower owed to R.D. Hubbard. Of the \$5 million payment, \$3.35 million was applied to the accrued interest and \$1.65 million was used to reduce the principal amount owed.

In return for the payment, Mr. Hubbard reduced the interest rate on the remaining \$13.1 million debt from 14% to 9%. We questioned why the banks holding the mortgage on the Woodlands allowed the \$5 million to be applied to Mr. Hubbard's subordinated debt rather than to their senior debt. Bank officials told us reducing Sunflower's subordinated debt and accrued interest improved the credit profile of the track. In addition, the term for the remaining subordinated debt was extended by seven years. Before this restructuring, all Sunflower's debt—senior and subordinated—was due in January 1996, which would have created a liquidity problem for the track.

<b>Summary of Hollywood Park's Investment in the Woodlands</b>	
<u>Contribution to Sunflower Racing, Inc. stockholders for purchase of company:</u>	
Hollywood Park common stock (591,715 shares at \$25.35 per share)	\$15,000,000
<u>Contributions to Mr. Hubbard under terms of merger agreement:</u>	
Repayment of debt to Mr. Hubbard	\$5,000,000
<u>Contributions to Mr. Boushka under terms of merger agreement:</u>	
Issue of 55,574 shares of common stock to Mr. Boushka valued at high market price of \$14.75 during fourth quarter of 1994	\$819,717
<u>Contributions to Sunflower:</u>	
Promissory Note - \$3,000,000	\$2,500,000
<b>Total Contributions</b>	<b>\$23,519,717</b>
<b>Total Distributions Received</b>	<b>-0-</b>

In December 1994, Hollywood Park authorized a loan of up to \$3 million to Sunflower. In 1995, Sunflower borrowed \$2.5 million to meet its debt service payments, bringing Hollywood Park's total investment to about \$23 million. To date, Hollywood Park has not received any principal or interest payments on that loan.

Hollywood Park and Sunflower Racing officials think Sunflower Racing will recover financially if slot machines are allowed at the Woodlands. In documents filed with the Securities and Exchange Commission, Hollywood Park officials indicated they intend to aggressively pursue and support legislation that would enable the Woodlands to more effectively compete with riverboats on the Missouri River. If the company does recover financially, Hollywood Park could receive significant profits.

**TRAK East Received \$2.9 Million To Distribute To Charity Between 1990 and 1994, But Has Not Received All Payments Due for 1995**

The Racing Association of Kansas East, referred to as TRAK East, is the non-profit entity that has been granted a license to conduct races at the Woodlands. It leases the racing facilities from Sunflower Racing and pays Sunflower a fee to manage the facility. TRAK East derives its revenues from the wagering at the track.

Kansas law requires TRAK East to distribute all its net earnings from horse and greyhound racing to Kansas nonprofit charities who must distribute that money within the State of Kansas. The net earnings would be the amount of money TRAK East takes in from wagering less the amount of money it spends for purses, winning wagers, track management fees, and its administrative expenses.

The management fee TRAK East pays to Sunflower Racing, Inc., is not a fixed amount. Essentially, the management contract between TRAK East and Sunflower calls for the revenues and the expenditures (except for debt service and income taxes) of the two entities to be combined. It provides that in any year in which the combined net cash flow of the two entities exceeds \$13 million, Sunflower will pay TRAK East 10% of the net cash flow to be distributed to charities. If the combined net cash flow is less than \$13 million, TRAK East is supposed to receive a guaranteed minimum amount that varies each year according to the contract.

**TRAK East has Delegated Most of Its Duties to Sunflower**

TRAK East and Sunflower operate under a Management Agreement dated September, 1989. Under this agreement, TRAK East has delegated most of its duties to Sunflower. Some essential terms of this agreement are:

- Sunflower is the payroll and accounting agent for both entities. Sunflower makes deposits and writes checks on the TRAK East accounts.
- All of TRAK East's employees report to Sunflower's General Manager, who is responsible for hiring and training all employees.
- TRAK East board members are not involved in the day to day operations of the track, but rather they receive a monthly financial report and operational report from Sunflower.

TRAK East retains control over the charitable distributions, and retains approval authority for personnel actions involving four of its employees. Sunflower controls all other aspects of the track's operations.

The table below shows the guaranteed minimum payments for each year, and the amounts actually distributed (which include interest earnings on money received from Sunflower throughout the year).

**Payments for Distribution to Charity, 1990 - 1995**

	<u>Guaranteed Minimum Payment from Sunflower</u>	<u>Actual Amount Distributed To Charities By TRAK East</u>
1990	\$ 250,000	\$1,309,252
1991	300,000	335,620
1992	350,000	359,956
1993	400,000	408,620
1994	450,000	455,112
1995	500,000	n/a

Although the table shows distributions of more than the guaranteed minimum, 1990 was the only year in which TRAK East received more than the minimum guaranteed payment from Sunflower. In the other years, interest was earned on amounts deposited in interest-bearing accounts increasing the amount available for distribution to charity. Charitable distributions actually occur in the year after the money is received by TRAK East. For instance in 1994, Sunflower made monthly payments of \$37,500 to TRAK East, for a total of \$450,000. Those payments were placed in interest bearing accounts as they were received, and by the end of 1994 totaled \$455,112. That amount was distributed to charity in March 1995.

**In May 1995, Sunflower Racing Inc. suspended its charitable payments to TRAK East, and TRAK East did not notify the Racing Commission.** Sunflower has fallen behind on a number of its financial obligations, one of which is its required monthly charitable payments to TRAK East. Although failure to make these payments places Sunflower in breach of the management contract between the two entities, TRAK East has taken no formal action. According to TRAK East's president, members of the Board were willing to work with Sunflower to help them through their financial crisis. However, our review of the Board's minutes from March to July 1995 did not show any discussion of this matter. In addition, the Board did not report this matter to the Racing Commission. State law requires contracts and changes to contracts to be reported to the Racing Commission. But, because the Board did not take formal action to waive or defer the payments, it is not clear whether State law requires this to be reported. However, in our opinion, the Commission should have been notified of a breach of this magnitude.

Although charitable contributions have been made according to the agreement in all years but 1995, we are not sure that the arrangement between Sunflower and TRAK East meets the intent of the law. According to the agreement, the amount of money available for distribution to charity is heavily dependent upon such things as management spending decisions at Sunflower, and how efficiently the track is operated. For example, if the net cash flow for a given year would be \$13.4 million, \$1,340,000 would go to charity. However, if near the end of that year, Sunflower management made a decision to spend \$500,000 for some purpose, that decision could reduce the net cash flow to \$12.9 million, thus making it liable only for the minimum payment amount specified in its agreement with TRAK East.

Time constraints during this audit did not allow us to fully investigate this issue, but the Racing Commission is responsible for approving these types of management agreements for the race tracks and we will be looking at this area in more detail when we audit the Kansas Racing Commission.

**The Banks that Provided Financing to Construct the Woodlands Have Received Some Principal and Interest Payments, But They Stand to Lose the Most if the Woodlands Closes**

The majority of the financing for the Woodlands was provided by five banks—three out-of-state and two in-state. They loaned Sunflower Racing, Inc., \$40 million for building the facility, secured by a mortgage on the property. The interest rate on the loan has varied from year to year, ranging from 11% in 1988 down to 4.93% in 1993.

To date, the banks have received \$14.6 million in interest payments and \$11.3 million in principal payments from Sunflower Racing, Inc. The lenders involved and their share of the financing are shown below.

**Original Lenders for Construction of the Woodlands**

	<u>Loan Commitment</u> (in millions)	<u>% of Total</u>
Southeast Bank, N.A. (Miami, Florida) (a)	\$ 27.0	67.5%
Bank One Lexington (Kentucky)	5.0	12.5
First City National Bank (Houston, Texas) (b)	5.0	12.5
Kansas State Bank and Trust (Wichita, Kansas)	2.0	5.0
Home State Bank and Trust (Kansas City, Kansas) (c)	<u>1.0</u>	<u>2.5</u>
<b>Total</b>	<b>\$ 40.0</b>	<b>100.0%</b>

- (a) Southeast Bank failed and was taken over by the FDIC in 1991. Its share of the Woodlands' loan was sold to First Union Bank of North Carolina.
- (b) First City National Bank failed and was taken over by the FDIC in 1993. Its share of the Woodlands' loan was sold to Texas Commerce Bank.
- (c) Home State merged with Edwardsville Bank, Wyandotte Bank, and First American Bank to form Bank Midwest of Kansas in 1994.

**Mr. Hubbard originally provided a personal and unconditional guarantee for the \$40 million loan, but was released from that guarantee in 1991, which left the property as the only security for the loan.** Loan documents indicated that Mr. Hubbard would be released from the loan guarantee when owners' equity in Sunflower (including accumulated earnings) was equal to at least 50% of the principal still owed. Bank documents indicated that Mr. Hubbard met those conditions and was released from the guarantee on April 17, 1991. From that point on, the banks' only security for the loan was Sunflower's assets.

**Sunflower Racing did not make its quarterly loan payment to the banks in July 1995.** Beginning in January 1991, Sunflower Racing owed quarterly principal payments of \$666,667 plus interest, with a balloon principal payment of \$27.3 million due January 22, 1996. (The loan was amortized over 15 years, but due in five years, which meant the track had a significant amount of principal due at the end of five years). During the construction phase of the loan, Sunflower Racing paid interest but did not reduce the principal amount of its loan.

Anticipating that there would not be enough cash flow from daily operations, Hollywood Park loaned Sunflower Racing \$2.5 million in 1995 to meet the track's debt service payments. This money was used to pay the quarterly mortgage payments in January and April 1995. Sunflower Racing didn't make its July payment, however, and began negotiations with its bankers to modify the terms of its debt to prevent foreclosure.

In September 1995 the banks signed a letter of understanding to extend the repayment date for the \$27.3 million principal balloon payment until July 1, 1996. In the meantime, it's unclear what portion of the quarterly debt service payments they will receive, if any. If the banks foreclose on Sunflower Racing, it seems unlikely they will recover their investment through sale of track assets. The facility is highly specialized in its design, and it is difficult to imagine how potential buyers might convert it to other uses. The decline in attendance and wagering at the Woodlands make it unlikely the facility would continue as a racetrack.

**The merger between Hollywood Park and Sunflower Racing provided limited benefit to the banks because Hollywood Park did not assume any existing debt.** It appears to us that the only direct advantage to the banks was that they received two quarterly principal and interest payments that they might not otherwise have received. Under the terms of the merger, Hollywood Park did not assume any of the existing obligations of Sunflower Racing, Inc. As of December 31, 1994, the track owed money for notes payable—including the bank loan, remaining subordinated debt to Mr. Hubbard of \$13.1 million, road and sewer special assessments, and accrued interest—totaling approximately \$45.6 million, none of which is a responsibility of Hollywood Park, Inc.

Although it appears to us the banks realized little immediate financial benefit from the merger, they may have agreed to the deal in the hopes that Hollywood Park could keep Sunflower Racing afloat until it could recover financially.

## **We Found No Evidence to Support Concerns About Misstated Revenues and Expenses at the Woodlands**

Legislators have raised questions about whether owners and executives of Sunflower Racing, Inc., could be benefiting financially from the Woodlands' operations, even though Sunflower Racing recorded a net loss in 1993 and 1994. To address this concern, we examined the relationship between the track and its vendors and reviewed cash operations. Specifically, we did the following:

- determined who owned vendors the Woodlands did business with to determine whether transactions were arms-length
- performed tests to ensure that vendors existed
- examined prices charged by vendors to determine whether they were reasonable
- examined documentation of expenses
- performed analytical reviews of revenues and expenses
- reviewed internal controls over cash

We found minor problems with the documentation of expenses, but no evidence to suggest track officials were understating revenues or overstating expenses to purposely distort the financial condition of the track. The results of our reviews and analyses are discussed in the sections that follow.

**Controls over cash received in daily operations are adequate to provide reasonable assurance that money is being recorded and deposited.** We examined controls over cash received for admissions, parking, program sales, and all concession areas. (Cash from wagering will be reviewed during a contracted audit of the automated wagering system, which will be completed at the end of December 1995.) In addition, we performed analytical reviews of revenues to determine if it was likely that cash from operations was being skimmed. The controls over cash appear to be adequate to provide reasonable assurances that moneys are being properly accounted for. We found no evidence in our analytical reviews that cash was being skimmed off as it was received.

**Track owners and executives have ownership interests in three vendors used by the Woodlands, but fees paid to these vendors seemed to be reasonable.** Track owners have interests in other tracks that simulcast horse and greyhound races with the Woodlands. Mr. Hubbard is the sole stockholder for two of these vendors—Ruidoso Downs, which simulcasts horse racing; and Multnomah, which simulcasts greyhound racing. The third vendor, Turf Paradise, is a wholly owned subsidiary of Hollywood Park, Inc.

We reviewed the contracts between the Woodlands and these other tracks to look for indications that the fees paid to these tracks were higher than those paid to other tracks. We found that the simulcasting fees generally varied from track to track. The fees paid to some of the tracks listed above were somewhat higher than what was paid to some tracks, but they were less than the amounts paid to others.



**We found no evidence that the Woodlands was paying nonexistent vendors.** To determine if vendors existed, we attempted to locate a sample of 61 vendors through phone listings, the Secretary of State's corporation listings, city operating permit records, and various other sources. Every vendor in our sample appeared to be a functioning business.

**Except for some trash hauling services, prices charged by vendors for food and services usually were reasonable.** To determine if prices paid by the Woodlands for food and services were reasonable, we performed analytical reviews of expenses and made price comparisons. We examined prices charged by vendors for 12 frequently purchased food items, and compared these prices to retail prices. We found that prices charged for food items appeared to be reasonable.

We also selected vendors that provide trash hauling, pest control, lawn care, linen, and window cleaning services to the Woodlands. When possible, we compared the costs of these services to prices paid for the same services by Wichita Greyhound Park and other tracks. We would expect prices paid by the different tracks to be relatively similar after prices are adjusted for any differences between the tracks. We were unable to make comparisons for lawn care, linen, and window cleaning services because the Wichita track uses in-house staff for these services.

In 1994, the Woodlands paid about three times more for trash service for its dog kennels and grandstand than Wichita Greyhound Park, or about \$90,000 for the year. Although both tracks have 18 kennels, the Woodlands rents 18 containers to serve the kennels, as opposed to two containers rented by Wichita. In addition, the Woodlands pays a landfill dumping fee for each load of waste transported from the kennels. Wichita does not pay an additional landfill fee. We also found that prices paid by the Woodlands for trash service for the horse stables and grandstand were comparable to or less than prices paid by Ak-sar-ben horse track in Omaha, Nebraska.

Prices per square foot paid by the Woodlands for pest control were about 75% higher than those paid by Wichita. The difference in costs resulted from how frequently the tracks were sprayed. The Woodlands is sprayed every week, while Wichita is sprayed every other week. If both tracks were sprayed every other week, the cost to the Woodlands would be comparable to or less than the cost to Wichita.

**Expenses were not always adequately documented.** We identified 23 out of a sample of 118 payments to vendors totaling \$22,105 that did not have adequate supporting documentation. Many of these were travel expenses. Generally, there were no receipts for the expenses or an inadequate explanation of what was being billed. In several instances, a typed list of expenses was submitted for reimbursement with no receipts or other supporting documentation attached. In addition, we were unable to locate accounts payable files or supporting documentation for four of the more than 1,200 vendors used by the track in 1994. Payments to these four vendors totaled approximately \$4,200.

**Some of the Track's Expenses  
Would Not Be Acceptable for a State Agency,  
But May Not Be Unusual for Private Companies**

Questions have been raised about whether spending patterns at the Woodlands race track might have contributed to its financial problems. In particular, the areas of executive salaries, travel, lobbying expenses, and legal fees have been cited. After reviewing expenditures for 1993, 1994, and the first half of 1995, we found that some track expenses may seem generous in comparison to State agency spending. However, it seems unlikely these expenditures would have had a significant effect on the Woodlands overall financial position.

**Executive compensation at the Woodlands was not unreasonable, although Mr. Hubbard and Mr. Boushka received large salaries before Sunflower Racing was sold to Hollywood Park.** Sunflower officials declined to provide us with individual salaries for the 10 executive line staff (the general manager and the department directors), citing concerns about this information getting into the hands of competitors and about staff morale being affected if the information were published.

Although we have access to this information by law, we did not attempt to force the Woodlands to provide it because we were able to assess the average level of executive compensation by reviewing the total amount spent for the executive payroll, and by dividing that figure by the number of people on that payroll.

The average annual salary for these 10 individuals was nearly \$58,000. This includes the salaries of the general manager and the department directors at the Woodlands. It does not include the salary of the current president of the Woodlands race track, whose salary is paid by Hollywood Park, and is not available from records at the Woodlands. However, his travel and expenses related to the Woodlands are paid by Sunflower.

As noted earlier in the report, Mr. Hubbard and Mr. Boushka each received annual payments of \$300,000 for their services as Chief Executive Officer and President, respectively, from 1990 until March 1994, when Hollywood Park purchased Sunflower Racing.

**Expenses for legal services, lobbyists, and political donations have been significant over the years.** The table on the following page shows expenses in these areas for 1993, 1994, and the first half of 1995. It includes expenses by TRAK East, as well as by Sunflower Racing, Inc., and S.R. Food & Beverage. (Appendix A shows expenses for legal fees and lobbyists broken out for each company, by payee.)

Legal fees for the track have primarily been for work on the merger with Hollywood Park, work on legislative matters, general representation, property tax appeals, and reviews of Indian gaming laws. However, because of the way legal

services were billed, only about \$24,800 could be clearly identified as being related to the merger. The Woodlands legal counsel told us that the nearly \$100,000 increase in legal fees from 1993 to 1994 was attributable to the merger with Hollywood Park. He also indicated that a large portion of the increase in legal fees for 1995 was for contingency fees related to a multi-year property tax appeal case that was settled in 1995.

### **Lobbying and Legal Fees, Political Donations, and Travel Expenses**

	<u>1993</u>	<u>1994</u>	<u>1995 (1st half)</u>	<u>Total</u>
Legal Fees	\$178,839	\$ 273,622	\$ 338,722	\$ 791,183
Lobbyist Fees (a)	45,768	101,534	48,179	195,481
Political Donations	675	29,379	-0-	30,054
Travel (b)	9,628	14,546	1,014	24,828

(a) Does not include annual salary of approximately \$60,000 paid to a lobbyist carried on the Sunflower Racing, Inc., payroll as Director of Public Affairs.

(b) Includes only payments to travel agencies for airfare.

Lobbying expenses typically included four lobbyists for Sunflower and one for TRAK East. In reviewing political contributions, we noted that checks for about half the individuals who received contributions had not been entered into the track's computer system. Track officials indicated that because they processed checks for many candidates in a short time frame, it was not efficient to set each person up as a vendor in the accounts payable computer system. However, by doing this, the computer system does not account for all checks written. Nonetheless, these payments would show up on bank statements and were recorded in a paper file kept at the Woodlands.

Travel expenses are somewhat understated in the table above because the figures included only payment to travel agencies for airfare. Individual employees also received personal reimbursement for mileage, meals, and hotel expenses. To be sure we had all of these expenses, we would have had to go to individual files for each of the track's more than 400 employees. Time constraints did not allow for such a review. However, we did attempt to gather up the travel expenses for the current president of Sunflower Racing Inc. Those expenses can be found in Appendix B.

Most of the travel expenses we reviewed were for employees to fly to destinations that could have been related to Sunflower's Racing business. We noted a couple of trips where employees' family members were flown to Dallas and Orlando along with the employees. We also noted that the Woodlands did have a practice of flying employees who were designated as employees of the quarter to Las Vegas. However officials told us that they discontinued this practice in 1995 because of the track's financial condition.

**We identified two related-party transactions from track financial records.** In two cases, Sunflower Racing, Inc., purchased services from private companies connected to its division directors. The track pays \$500 per month to a company owned by the spouse of its Director of Marketing for additional marketing services. In 1993 and 1994, the track paid a total of \$20,500 to a company owned by its food and beverage director to provide waiters and waitresses for off-site catering.

Due to time constraints and the limited amount of money involved, we did not try to determine whether amounts paid in these situations were reasonable. Mr. Rimbo, President of Sunflower, stated that Sunflower Racing, Inc., takes bids whenever it purchases goods and services, but does not keep records of the bid process.

### **Track Officials Identified Several Steps They Recently Have Taken to Reduce Expenses**

Track officials told us they have taken numerous steps to reduce their expenses in light of their financial difficulties. As noted earlier in the audit, payments on Richard Boushka's consulting agreement have been stopped, as have charity payments to TRAK East. Mr. Rimbo's salary has been assumed by Hollywood Park. In addition, track officials told us they have:

- reduced executive payroll in marketing and other departments by \$140,000
- eliminated maintenance contracts on the heating and air conditioning system for the administration buildings
- canceled the snow removal contract for 1995
- consolidated secretarial positions
- eliminated the human resources department
- eliminated the company picnic and company Christmas party at a savings of \$34,000
- canceled the contract for portable computer programming
- borrowed equipment from Hollywood Park
- attempted to negotiate with United Tote and the Board of Public Utilities to reduce rates
- shortened the horse racing season, with the approval of the Commission, which saved about \$40,000

Due to time constraints, we did not verify any of the information listed above during the audit.

### **Conclusion**

To date, the chief financial beneficiary of the Woodlands has been Richard Boushka, one of two original owners of Sunflower Racing Inc. In about eight years, Mr. Boushka was able to generate nearly \$12 million in

income from his \$800,000 investment. The other original owner, R.D. Hubbard, has received more than \$15 million in cash payments for principal and interest on loans, salary and distributions to stockholders. He also received restricted stock from the sale of Sunflower Racing to Hollywood Park. That stock was valued at about \$6 million at the date of the sale and is currently valued at about \$2.7 million. Mr. Hubbard still is owed more than \$13 million on loans he made to Sunflower. That money may be lost if the racetrack ceases operations.

Hollywood Park has taken a gamble by purchasing Sunflower Racing Inc., and by making loans to it. In essence, it is betting \$23 million that the Legislature will approve some form of casino gambling at the track. If that happens, Hollywood Park and Mr. Hubbard through his 14% share of the company, could profit handsomely. If casino gambling is not approved, Hollywood Park, Mr. Hubbard, and the banks that financed the track will likely lose substantial amounts of money, unless alternative uses can be found for the buildings and property at the Woodlands.

There is no doubt that the Woodlands has suffered from a downturn in the racing industry and competition from riverboats. Although there may be a few areas where the track could trim some expenses or seek better prices from vendors, we found no evidence to suggest that the owners have misrepresented the track's finances.

### **Recommendations**

1. To ensure that the Racing Commission is kept informed about significant actions taken by organizations licensed under Kansas law, TRAK East should notify the Commission about Sunflower's suspension of charitable payments, and about any actions it has taken or plans to take with regard to those payments.
2. To help ensure that the Woodlands financial picture is not aggravated by paying unnecessarily high fees for services, officials from Sunflower Racing Inc. should solicit bids for trash hauling services when its current contract expires.

## **Has the Woodlands Race Track Complied With Applicable Requirements for Its Operations?**

The track appears to be meeting regulatory requirements in most of the areas we reviewed. For example, it has maintained the required balance between horse and dog racing days, it has met simulcasting requirements, all net revenues of the nonprofit organization have been distributed to charity (although one charity recipient did not meet all State requirements), and purse amounts have been at least the minimum amount required by law.

However, a significant number of the Woodlands' contracts were not on file with the Kansas Racing Commission as required, and two of the tracks' 400-plus employees may not be properly licensed by the Commission. Sunflower also allowed one concessionaire to operate at the track before he was appropriately licensed. A member of the TRAK East Board violated State law when a firm he owns conducted business with both Sunflower and TRAK East in 1993. Finally, one Sunflower employee owns a greyhound that is licensed to race in Kansas. If he enters the dog in a live race in Kansas, it will be a violation of State law. These and related findings will be discussed in more detail in the sections that follow.

### **TRAK East and Sunflower Racing, Inc., Were in Compliance With Most of the Statutes and Regulations We Checked**

Statutes and regulations governing racing in Kansas are quite extensive. We could not provide a complete review of compliance with all laws and regulations within the time available for this audit. Therefore, we selected a sample of laws and regulations to check for compliance.

Examples of areas we reviewed included: the licensing of persons working or doing business at the tracks, the number and types of races run at the track, the accounting for simulcast purses and revenues, and the distribution of moneys to charities. Whenever possible, we relied on work done by the Racing Commission's auditor for the Woodlands.

In general, we found the Woodlands to be in compliance with the following requirements:

- all officers and directors have been approved by the Racing Commission
- the number of horse racing days was at least 20% of the number of dog racing days in 1993 and 1994. The Commission waived that requirement for 1995.
- the simulcasting license is held jointly by TRAK East and Sunflower Racing

- simulcasting net revenues and expenses have been submitted to the Commission on a timely basis
- officials obtained prior approval from the Commission to combine simulcast wagering pools, and submitted required information on those wagering pools on a timely basis
- all net revenues of TRAK East have been distributed to charity (although by earmarking a donation to the Wyandotte County Red Cross for victims of Hurricane Andrew, TRAK East violated a section of the law that requires the recipient—in this case the Red Cross—to distribute the money within the State)
- a certified financial audit of TRAK East has been submitted to the Commission each year
- purse amounts have been at least the minimum required by State law
- unclaimed ticket proceeds have been submitted to the Commission on a timely basis
- TRAK East has retained no more than its statutory share of the total amount wagered, paying out the remainder to bettors

However, we did find noncompliance with several statutes and regulations. Each of those areas of noncompliance is discussed below.

**One-quarter of the contracts we found at the Woodlands were not on file with the Racing Commission.** Kansas statutes and regulations require TRAK East and Sunflower Racing to submit all contracts to the Kansas Racing Commission. TRAK East's contracts must be approved by the Commission; Sunflower Racing's contracts must simply be filed with the Commission.

In our review of 101 active contracts maintained by the Woodland's general manager, we found 26 contracts that were not on file with the Commission. Some of these were TRAK East contracts, which should have had Commission approval. The types of contracts that were not on file included simulcasting agreements, lawn service, advertising, market research, and software lease.

The contracts we reviewed were from just a sample of file drawers in the Woodlands' administrative office. Track officials indicated that individual department directors also might have contracts relevant to their areas in their offices. Because of time constraints, we did not check these contracts to see if they were on file with the Commission.

Seven of the contracts not on file at the Commission were simulcasting agreements. Commission officials told us they think these agreements probably were filed

with the Commission, but have been misplaced. Track officials told us they may have failed to submit some contracts to the Commission, but said they have had difficulties over the years with the Commission not having contracts on file that they knew they had submitted. However, track officials indicated they didn't necessarily prepare or keep any transmittal letters or other documentation that would indicate the contracts all had been submitted.

The requirement that TRAK East contracts be approved by the Commission builds in an oversight function that helps ensure the track gets full value for its money, and reduces the likelihood of organized crime becoming involved with the track. Similarly, the requirement that Sunflower Racing file all contracts with the Commission ensures that the Commission will be aware of any potentially problematic situations, even though the Commission cannot prevent Sunflower from entering into the contract.

By failing to submit all contracts as required, Woodlands officials have violated State law, and in doing so, have prevented the Commission from fully exercising its oversight function.

**During 1994, the Commission and Sunflower Racing expressed differences of opinion on what constitutes a contract.** In early 1994, Commission officials learned of the existence of a group called Racetrack Alliance. The group included Sunflower Racing, Wichita Greyhound Park, and Camptown Greyhound Park and was formed to share the cost of promoting casino legislation. Apparently each track was to contribute \$50,000 toward the Alliance, but Camptown did not remit its share. Sunflower used at least a portion of this money to hire a consultant, the Clinton Group, to assist them in setting up and operating a telephone bank to contact Kansas citizens about pending casino legislation.

Correspondence over a several-month period showed that the Racing Commission's staff had inquired about the existence of Racetrack Alliance and had asked for a copy of the agreements relating to Racetrack Alliance and the Clinton Group to be filed with the Commission. The Woodland's attorney responded that there were no written or oral contracts relating to either group. Commission staff replied that oral agreements fall under the filing requirements. No contract was ever submitted for the Alliance or the Clinton Group. In all, the Clinton Group received about \$102,000 for consultation on racetrack issues in 1994, of which \$23,000 was related to the telephone bank.

**Sunflower Racing contracted with an individual who did not have a concessionaire's license to operate a restaurant at the track.** State law requires anyone other than the facility owner/manager who wishes to sell goods or services at a race track to be licensed by the Kansas Racing Commission as a concessionaire. As with all licensees, a concessionaire applicant must undergo a background investigation, which includes a criminal history check by the Kansas Bureau of Investigation, and which helps the Commission ensure the applicant has no ties to organized crime.



On July 27, 1995, Sunflower Racing signed a contract with an individual to operate a restaurant for track employees during the horse meet. The contract was not submitted to the Kansas Racing Commission until August 18th, after the restaurant had begun operations. In addition, the restaurant operator did not apply for a concessionaire's license until September 4th. Under State law, Sunflower Racing should not have allowed the restaurant operator to work on track property until he had a current concessionaire license.

**One Sunflower Racing Employee did not have a current occupational license, and another may not be properly licensed.** All individuals who work on the premises of a race track in Kansas are required to be licensed annually by the Kansas Racing Commission before they begin work at the track. Occupational licensing includes a background investigation with a criminal history check. Occupational licenses also specify what type of job the individual can perform at a track. We found two minor violations in this area.

Our testwork showed that one of the track's 428 employees did not have a current occupational license, and that his previous license was for a different type of work than he was doing. Track officials told us the individual, who had worked at the track in the past, only worked one day in mid-1995. We noted that he is still listed in personnel records as an active employee, although we did not check payroll records to determine the amount he worked.

Another employee was dually licensed as an administrative support person for Sunflower Racing and as a horseman's bookkeeper for TRAK East. However, the employee now works in an administrative support position for TRAK East, rather than for Sunflower Racing, Inc. Commission officials told us they thought the employee would need to be relicensed in the new TRAK East position.

**One employee of Sunflower Racing will be in violation of State law if the greyhound he owns and has licensed in Kansas runs in a live race in the State.** Owners, officers, directors, employees, and stockholders of Sunflower Racing are prohibited by State law from entering a greyhound or horse they own in a live race conducted in Kansas.

We found that one employee of Sunflower Racing also is licensed with the Kansas Racing Commission as a greyhound owner. We did not attempt to determine whether the employee's greyhound has run in a live race in the State, but there would be no reason to be licensed as an owner unless someone intended an animal to be entered in a race.

**A TRAK East Board member may have violated Kansas statutes when his company sold goods to the Woodlands.** In 1993, a company owned by a member of the Board of Directors of TRAK East completed road repairs for Sunflower Racing at a cost of \$1,260 and sold \$1,326 of rock to TRAK East. These transactions may have been a violation of K.S.A. 74-8810(d)(2), which prohibits

officials of the nonprofit licensee from entering into any business dealing with the nonprofit organization or the facility owner/manager in any capacity other than as an official of the nonprofit organization. We found no transactions between the Board member's company and the Woodlands in 1994 or 1995.

### **Conclusion**

The Woodlands appears to be in compliance with most of the regulations we reviewed. The only area where we found substantial noncompliance was with requirements to submit contracts and agreements to the Kansas Racing Commission. Infractions regarding the licensing of employees and concessionaires appear to be isolated incidents, and do not appear to be pervasive problems at the track.

### **Recommendations**

1. To ensure that it is in compliance with State laws requiring contracts and agreements to be submitted to the Kansas Racing Commission, the Woodlands should:
  - a. review its current contracts to determine which ones have not been filed with the Racing Commission
  - b. establish a standard procedure whereby a copy of any contract or agreement is automatically forwards to the Commission immediately after being signed
  - c. maintain copies of correspondence transmitting contracts to the Racing Commission.
2. To ensure that it is in compliance with requirements that all employees be licensed, the Woodlands should institute a procedure to ensure that the proper type of license has been obtained before an employee is put on the payroll.
3. To ensure that individual Board members do not enter into business arrangements that violate the law, TRAK East should have its attorney familiarize Board members with the regulatory requirements applicable to them.
4. To help ensure that its employees do not violate the law, Sunflower Racing, Inc., should notify its employees that it is illegal for them to enter a horse or greyhound they own in any live race in Kansas.



## **APPENDIX A**

### **Track Payments to Attorneys and Lobbyists**

This appendix lists payments made by Sunflower Racing, Inc., Sunflower Racing Food & Beverage, and TRAK East to attorneys and lobbyists for all of 1993 and 1994, and until June, 1995. This information was obtained from accounts payable printouts provided by track officials.

## **APPENDIX B**

### **Travel Expenses from 1993 to 1995**

Legislators have raised concerns about the level of travel and entertainment expenses incurred by top executives at the Woodlands. This appendix shows travel and entertainment expenses for Bruce Rimbo, President of Sunflower Racing, Inc. This appendix also lists payments to travel agencies for airline tickets, for employee travel. This information was obtained by reviewing vendor accounts payable files located at the Woodlands.

## **APPENDIX C**

### **Listing of Vendors**

This appendix lists all vendors paid by Sunflower Racing, Inc., Sunflower Racing Food & Beverage, and TRAK East, in 1994 and through June, 1995, and the total payments made to each. This information was obtained from accounts payable listings provided by the Woodlands. We verified that the track had supporting documentation for each of the vendors on these lists.

### Sunflower Racing, Inc. Listing of Vendors

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
1994 Woodlands Juvenile	\$ 2,400.00	\$ 0.00
50 Express	0.00	75.00
70 West Land Development	3,355.12	0.00
A P Graph, Inc.	235.50	0.00
A&S Motor Sports	149.77	0.00
A.B. Dick Co.	26,313.95	2,453.90
AAA Party Rental	272.74	48.98
AAA Grinding Company	343.56	120.00
AAL Blue Ribbon	180.00	0.00
Abato, Phil	250.00	0.00
ABC Auto Supply	2,152.84	85.31
Abra Cadabra	550.00	0.00
Accent	1,496.59	0.00
Accountemps	9,669.71	0.00
Ace Sandblasting Co., Inc.	1,420.00	0.00
Acme Sign, Inc.	17,138.68	3,306.45
Action Chemical Co.	578.23	250.72
Ad Club of KC	364.00	265.00
Adams, Jason	0.00	34.00
Adkins for Representative	200.00	0.00
Admiral Flag & Specialty Co.	213.39	0.00
ADP, Inc.	100.00	0.00
Adrian's Merchandising, Inc.	240.00	0.00
Adweek	99.00	105.00
Aetna Life & Casualty	68,058.80	53,028.79
Aetna	39,323.64	0.00
AFCO	157,977.90	75,769.30
AFGE Payment Center Council	75.00	0.00
Airborne Express	40.00	1,026.50
Aire-Master	3,754.83	1,103.37
Airkem Midwest, Inc.	15,828.85	2,948.99
Aladdin Cleaning Service	32,220.00	2,496.00
Alexander Hamilton Institute	72.96	0.00
All Star Awards, Inc.	2,382.26	741.55
All Pro Championships, Inc.	868.22	0.00
All About Travel, Inc.	1,194.00	0.00
Alldritt, R. Campaign	100.00	0.00
Allen Tel Products, Inc.	33.14	0.00
Allen Marketing Products	16.45	0.00
Allerion, Inc.	8,824.18	0.00
Allied Copy Equipment Systems	3,246.49	1,569.47
Allison, Jeanette	134.55	0.00
Alvin M. Clayman Ent., Inc.	19,391.37	14,501.01
Ambrosi Bros. Cutlery Co.	159.89	0.00
Amcon Distributing Co.	5,636.82	2,283.28
American Multi-Cinema, Inc.	1,994.00	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
American Institute of	\$ 39.00	\$ 0.00
American Horse Council, Inc.	1,000.00	0.00
American Telephone & Telegraph	26.87	0.00
American Society of Composers	10,060.00	6,600.00
American Sanitary Partition	140.00	0.00
American Business Supply, Inc.	2,607.51	457.95
American Cablevision	531.15	160.28
American Caster, Inc.	2,656.59	0.00
American Express	4,432.55	0.00
American Crane	310.60	0.00
Anderson, Susan	0.00	28.74
Anderson, Del	175.00	0.00
Anderson Air Conditioning and	153.32	0.00
Andrew, Terry	0.00	33.50
Annelie E. Rosenblum	1,000.00	0.00
Apache Hose & Belting, Inc.	349.28	0.00
Apex Computer Services, Inc.	10,799.33	2,962.50
Appliance Commercial Service	78.53	0.00
Armstrong, Daisy	880.00	0.00
Arrow Star	636.00	0.00
Arrow Rents, Inc.	393.02	0.00
Arrow Cold Control Appliance	80.03	23.57
Asner Iron & Metal	128.28	0.00
Aspen Publishers, Inc.	351.07	0.00
Assoc. of Racing Commissioners	2,000.00	0.00
Associated Sales	14.95	0.00
Associated Bearings Co.	0.00	483.02
Associated Premium Corporation	18,680.00	0.00
AT&T	388.97	174.41
ATC	109.67	0.00
ATI Title Company	0.00	150.00
Atlantic County Treasurer	0.00	5.00
Austin Hardware	110.42	0.00
Austin Fireworks	16,500.00	0.00
Auto Craft Specialty Trim	368.81	0.00
Automatic Data Processing	8.00	0.00
B.G.M. Industries	0.00	83.77
Baker's Tow Service	30.00	0.00
Ballard, Scott	200.00	0.00
Banner to Go	174.93	0.00
Banners & Signs to Go, Inc.	557.53	834.16
Barco Products Co.	162.70	0.00
Barkis for Attorney General	300.00	0.00
Bassett, Denise	74.54	42.26
Beach, Don	0.00	130.86
Bearlocks Products	698.00	180.00
Beau Coup Balloons	4,018.96	1,970.25
Beck, Sandi	0.00	50.00
Bell Pest Control, Inc.	14,992.57	8,182.46



<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Benlon for Representative	\$ 150.00	\$ 0.00
Bennett, Lytle, Wetzler, Winn	676.70	82.50
Benwell Company	6,064.73	0.00
Berdell, Mary	40.00	0.00
Best Western	46.78	0.00
Bethany College	200.00	0.00
Bethard, Robert	7,000.00	0.00
Bitterman Confections	0.00	504.00
Bizmart Office Products	1,223.16	0.00
Blue Cross Blue Shield	1,456.00	6,852.72
Blume, Gregory V.	763.10	0.00
BMA	47.10	229.40
Board of Public Utilities	793,340.06	242,241.24
Board of Police Commissioners	2,459.65	353.60
Boise Cascade	185.31	0.00
Bolas, Lisa	13.95	0.00
Bonner Springs Federal	52,983.94	25,092.29
Borel, Jules	56.70	0.00
Boston, G. Campaign	200.00	0.00
Boushka, Richard	77,472.49	33,336.00
Boushka, John	3,000.00	0.00
Bowlus School Supply, Inc.	485.18	0.00
Boyd, Joe	2,333.07	0.00
Boys & Girls Club	100.00	0.00
Breece, William	343.65	0.00
Brian Pollmiller & Associates	2,522.65	0.00
Broadcast Music, Inc.	1,073.00	0.00
Broadus, Bill	58.41	0.00
Bruns for Representative	300.00	0.00
Bruske Products, Inc.	63.16	0.00
BT Buschart Office Products	11,599.95	2,731.21
Buchheit, Daniel	0.00	500.00
Builders Specialties & Hardware	338.26	0.00
Bull Hn Infor. Systems, Inc.	8,824.18	4,496.21
Bureau of Business Practice	386.33	96.61
Burger, Dave	500.00	0.00
Burger, Ed	3,000.00	0.00
Burgess, Tom	2,800.00	1,200.00
Burgess, Denny	48,938.42	18,974.29
Business Communicaitons Ind.	0.00	96.21
Butler Paper Co.	20,470.50	0.00
Buz's Muffler Shop	85.52	0.00
Byrd, Ronald	575.00	0.00
C&C Associates, Inc.	3,149.43	0.00
Cable & Connector Warehouse	1,274.40	13.77
Cameragraphics, Inc.	136.00	0.00
Cantrell, Rose	0.00	28.29
Capital Electric Construction	5,673.60	1,576.39
Capital City Press Library	10.00	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Carolyn Martin for the Benefit	\$ 1,214.85	\$ 0.00
Carter, James	172.08	532.62
Casinews	295.00	0.00
Cathedral Square Towers	99.50	0.00
Cavlovic, Ann K.	0.00	50.00
Ceasar, David	30.00	0.00
Cecil Wirtz	500.00	0.00
Cedar Computer Center, Inc.	824.31	0.00
Celebration Party Rental	107.75	0.00
Cellular One Kansas	1,474.30	0.00
Centennial Life Ins. Co.	11,854.34	0.00
Central Brochure Distributors	815.00	410.00
Ceridian Radio City Station	4,398.22	0.00
Ceridian Employer Services	9,177.63	258.63
Certified Laboratories	433.52	0.00
Chamber Golf Classic	300.00	0.00
Charlie's Meat Market	0.00	51.31
Charlie's Lockshop	1,068.38	111.18
Chief State Boiler Inspector	110.00	66.00
Children's Mercy Run	250.00	0.00
Chrome, Inc. Photo	0.00	18.11
Citibank Advantage	11,173.87	2,059.39
Citizens Against Crime	1,000.00	0.00
City Treas.	50.00	0.00
City License Inspection Div.	640.00	167.00
City of Topeka	0.00	51.36
Clan Investors	75.00	0.00
Classic Courier, Inc.	8,151.29	1,113.16
Classic Clean Mobile Wash, Inc.	1,264.04	0.00
Clerk of the District Court	27,426.64	11,648.59
Coach's Corner	500.00	0.00
Coldwell Banker	500.00	0.00
Coleman, Gary	80.00	0.00
Coleman Implement, Inc.	1,342.38	0.00
Collier, Steve	796.71	0.00
Colt Safety	644.55	0.00
Coltrin Campaign	200.00	0.00
Columbus, KS Chamber of Commerce	189.45	0.00
Comet Industries, Inc.	450.64	0.00
Comp-USA, Inc.	3,522.10	0.00
Computer Solutions	475.00	0.00
Conley, Ralph M.	0.00	1,000.00
Consolidated Printing	704.23	0.00
Constable-Hodgins Printing Co.	8,263.17	0.00
Contractors Supply	0.00	336.36
Convention and Visitors	11,525.00	575.00
Cookie Bouquet	109.15	0.00
Coral of Chicago	304.59	0.00
Correll, V. Campaign	100.00	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Cost Management Technologies	\$ 400.00	\$ 1,606.50
Cox for Representative	600.00	0.00
CPI 1-Hour Photo	11.86	0.00
Creative Printing	1,903.16	734.85
Croft Rental, Inc.	4,728.24	1,124.61
Crowell for Representative	100.00	0.00
Crown Sportswear and	3,224.95	0.00
Cummins Mid America, Inc.	58.51	0.00
Custom Color Corporation	29.50	0.00
Cyclone Fence, Inc.	165.04	0.00
D&B Tire Services, Inc.	116.21	0.00
D.M. Merchandising, Inc.	2,561.62	135.57
Daily Racing Form, Inc.	235,758.66	80,867.25
Darpel, Louie	0.00	31.50
Davis, Charles	0.00	4.00
Day Timers, Inc.	63.55	0.00
Deaf Expression, Inc.	0.00	66.60
Dean Machinery Co.	168.90	0.00
Dean for Representative	100.00	0.00
Debonair Kennels	200.00	0.00
Debus, Fred	685.89	304.00
Decoursey Business System	0.00	366.36
Deffenbaugh Disposal Service	207,280.13	115,386.45
Delta Foremost Chemical Corp.	1,584.84	0.00
Deluxe Carpet Cleaning	75.00	0.00
Dempsey, Leslie	794.84	0.00
Department of Treasury	0.00	193.45
Design Products, Inc.	10,502.43	0.00
Desko, Becky	0.00	29.46
Devoe Paint, Inc.	4,346.23	654.74
Dickstein, Shapiro & Morin	435.36	0.00
Dillon for Representative	300.00	0.00
Dinky Duds, Inc.	372.00	0.00
District Court Trustee	1,426.48	959.37
Dixi's Cakes & Catering	143.77	0.00
Dixie Glass Company	220.10	0.00
Don McBeth Memorial Fund	707.05	0.00
Donavan, L. Campaign	200.00	0.00
Dorfman Plumbing Supply Co.	672.64	23.67
Dorsey, Gloria	0.00	50.00
Double K Construction, Inc.	4,807.00	0.00
Dressler's Dog Supplies, Inc.	53.45	907.29
Drexel Supply Co., Inc.	92.15	0.00
Dubey, Michael	7,616.55	0.00
Ed Wilson, Writer	96,582.26	30,874.11
Ed's Trophies & Awards	271.17	0.00
Edmundson, Steven	500.00	0.00
Eidson's Florist	71.09	45.43
Eighth & Jackson Investment	0.00	5,000.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Eihart, Cynthia	\$ 0.00	\$ 49.10
Elevier, John	45.00	0.00
Emergency Safety Equipment	253.20	0.00
Enich, Pete	524.80	0.00
Enterprise Construction, Inc.	551.09	2,753.10
Equine Law & Business Letter	60.00	0.00
Eriksen, Linda	0.00	50.00
Evans, Don - Florist	1,965.03	303.60
Event Central, Inc.	660.87	21.30
Executrain of Kansas City	495.00	0.00
Farm & Home Savings	19.20	0.00
Fastpro International	184.53	0.00
Fastpro-dba F.A. Inc.	54.93	0.00
Fastsigns	2,817.46	30.24
Federal Licensing, Inc.	65.00	0.00
Federal Express Corp.	4,919.80	256.85
Firestone Stores	181.51	0.00
Firmaster-Kansas City District	1,210.00	0.00
First Class Travel Management	9,797.17	1,014.00
Fisher, Lily	150.00	0.00
Fisher, Lee	100.00	0.00
Flagsource Unlimited	2,124.77	80.05
Fleming, Chuck	130.00	0.00
Flittner, Lisa	75.00	0.00
Forsythe Travel Library	21.30	0.00
Fotodesigns, Inc.	1,907.08	0.00
Fox Photo CPI Photo Finish	197.20	30.94
Foxx Equipment Co.	0.00	74.75
Frame Game	0.00	161.35
Frank Labarba	289.16	0.00
Frazey, John	150.00	0.00
Fritz Enterprises, Ltd.	220.46	0.00
Fun Services of KC, Inc.	37.28	0.00
Funways Theme Party Warehouse	612.37	0.00
G. Neil Companies	45.21	61.94
Gage & Tucker	203,432.54	95,000.00
Gallup Map Co.	21.30	0.00
Garry Mac Productions, Inc.	2,250.00	0.00
Gartland, James	1,015.78	69.06
Gateway Communications, Inc.	8,146.45	3,335.25
GE Capital	0.00	2,214.84
Gear for Sports, Inc.	21,956.62	6,623.04
General Parts, Inc.	229.13	32.78
General Electric Capital	3,995.68	0.00
Genex	4,807.29	1,448.32
Genuine Parts Company	48.55	0.00
Gibson, Jean	12.72	0.00
Gibson, Frances	21.83	0.00
Gilstrap, Liz	24.00	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Givhan, Veronica	\$ 173.89	\$ 0.00
Glasco Electric	0.00	200.13
Glasscock, K. Campaign	100.00	0.00
Glen Anderson Heating & Coolin	193.78	0.00
Global Computer Supplies, Inc.	1,366.32	0.00
Goodman-Mistler, Inc.	14,271.00	0.00
Gorman, Joseph	5,000.00	0.00
Graceland Elementary School	0.00	75.00
Grant for Representative	300.00	0.00
Grant, B. Campaign	200.00	0.00
Graves, Bill Campaign to Elect	2,000.00	0.00
Graves, Bill - Sec. of State	10.00	0.00
Greater KC Chamber of Commerce	0.00	16.00
Green, Robert W.	67.46	0.00
Green, Larry	20.50	0.00
Grey Capper	2,079.38	0.00
Greyhound Hall of Fame	137.25	0.00
Grimco, Inc.	88.54	0.00
Gromer, Jill	1,151.61	0.00
Gross, D. Campaign	100.00	0.00
H & R Lawn and Landscape	204,487.76	63,958.40
H.C. Davis Mfg.	0.00	27.90
H.T. Paul Company, Inc.	12,000.00	1,000.00
Halco, Incorporated	197.76	0.00
Haley for Representative	100.00	0.00
Hamil, Alex	125.00	0.00
Hampel Oil Distributors, Inc.	14,569.85	3,820.20
Hancock Racing	210.00	0.00
Harmon, Jim	800.00	0.00
Harris, Johnnie J.	0.00	31.17
Harthey, Joe	450.00	0.00
Haymark, G. Campaign	200.00	0.00
Heart of America	75.00	0.00
Hemel, Ross Von Jr.	335.33	0.00
Hen House	500.00	0.00
Henderson, Karen	75.00	0.00
Henderson for Representative	100.00	0.00
Henry Wurst, Inc.	508.96	0.00
Henson, H. Rick	6,411.43	817.00
Herron, P. Campaign	100.00	0.00
Hess, Helen	350.00	0.00
Hickey, Frank	940.72	0.00
Hinkel Agency	27,590.97	0.00
Hobbs, Straus, Dean & Walker	0.00	49,228.52
Hobson Publishing, Inc.	574.08	155.00
Holiday House	412.16	0.00
Hollywood Park, Inc.	39,445.00	0.00
Holmes, Brandon	0.00	38.10
Holt, Loyd	900.00	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Home State Bank	\$ 1,497.93	\$ 0.00
Honigman Miller Schwartz	3,272.42	168,886.16
Hoovers Audio-Visual, Inc.	2,348.11	85.39
Horse Star Cards, Inc.	235.00	0.00
Howard S. Levitan, P.A.	363.01	0.00
Howard Rogers	800.00	0.00
HP Products Corporation	751.06	0.00
Hubbell Tyner, Inc.	1,458.43	0.00
Human Resource Mgt. Association	267.00	60.00
Human Resource Executive	49.95	0.00
Humerickhouse, J. Campaign	100.00	0.00
Ida Mcbeth	1,500.00	0.00
Ikerd, Dori	65.33	34.10
IMA	52.50	0.00
Impact Technologies, Inc.	402.50	352.50
Imperial Headwear, Inc.	1,080.76	1,166.99
In-Plant Management Assn.	135.00	0.00
Inglewood Flower Shop	57.91	0.00
Innovative Material Systems	55.80	0.00
Internal Revenue Service	1,600.00	0.00
International Multifoods	75.00	0.00
J. Coby Neill Advertising	0.00	540.00
Jade Alarm	20.98	0.00
James L. Sawyers & Assoc.	4,551.00	0.00
James Hoffman Photographer	487.25	0.00
Jamestown Area Labor-Mgmt.	79.00	0.00
Janco, Nick	0.00	50.00
Jay Wolfe Chevrolet Service	588.68	242.48
Jayhawk Consulting, Inc.	12,000.00	0.00
Jodi Norris-Roth	181.12	0.00
Johnson-Poland Associates	0.00	232.92
Judith Hoeffel Company	1,269.82	1,384.94
Judy Laster	0.00	107.53
K W Lighting & Supply	0.00	297.81
K&K Insurance Group, Inc.	2,500.00	0.00
K.C. Embroidery and Screen	233.77	0.00
K.C. Nursing Services, Inc.	75.00	0.00
K.C. - A.A.L.A.S.	75.00	0.00
K.C. Chapter of Credit Unions	75.00	0.00
K.C.G., Inc.	120.00	0.00
K.S.U. Dept. of Path & Micro	0.00	1,250.00
Kalal, Rick	706.52	0.00
Kansans for a Democratic House	1,344.00	0.00
Kansas Secretary of State	15.00	0.00
Kansas Society of CPAs	299.00	0.00
Kansas Racing Commission	725.00	25.00
Kansas Quarter Horse Assn.	501.70	0.00
Kansas Minority Caucus	125.00	0.00
Kansas Special Olympics	350.00	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Kansas State Library	\$ 0.00	\$ 1.50
Kansas Chamber of Commerce	150.00	0.00
Kansas Turnpike Authority	296.95	281.85
Kansas Thoroughbred Assoc.	5,000.00	6,800.00
Kansas State University	135.00	200.00
Kansas Department of Revenue	201,976.83	51,002.61
Kansas Corporate Estimated Tax	59,000.00	0.00
Kansas City Carvinal Supply	1,232.10	0.00
Kansas City Business Journal	98.61	45.36
Kansas City Barbeque Society	425.00	0.00
Kansas Children's Serv. League	150.00	0.00
Kansas City Chiefs	1,197.97	560.00
Kansas City Convention and	65.00	0.00
Kansas Coordinated Council	10,000.00	0.00
Kansas City Valumail Magazine	1,500.00	0.00
Kansas City Travel	2,982.00	0.00
Kansas City Elect. Supply Co.	16,666.41	3,106.46
Kansas City Hospice	50.00	0.00
Kathleen Sebelius Campaign	450.00	0.00
KC K9, Inc.	240.00	0.00
KC Balloon & Party Supply	22.50	0.00
KCK License Inspection Div.	2,868.00	0.00
KCK Area Chamber of Commerce	1,115.00	260.00
Kean, Doug	500.00	0.00
Keith Coldsnow	12.64	0.00
Keithly, Tim	1,658.02	2,046.49
Keller Fire & Safety	3,610.98	1,172.69
Kelly Temporary Services	1,730.62	49.75
Kennedy, Covington, Lobdell	1,025.67	0.00
Kenton Auto Glass	966.61	197.77
Keva Copeland-Jones	0.00	50.00
Kim Supply, Inc.	815.72	0.00
Kindred, John	1,204.18	0.00
King, K. Campaign	200.00	0.00
Kinko's, Inc.	189.53	0.00
Kirk, N. Campaign	300.00	0.00
Kivlehen, Skip	22.31	0.00
Klemp Electric Machinery	619.73	0.00
Kline for Representative	200.00	0.00
Kline, P. Campaign	200.00	0.00
Kmart	0.00	179.48
Knight Enterprises	1,946.40	0.00
Kosa, Patricia	704.68	0.00
KPMG	27,200.00	0.00
Krehbeil, R. Campaign	100.00	0.00
Kronos, Inc.	2,582.63	186.38
KS Law Enforcement Planners	75.00	0.00
KSMO TV 62	2,500.00	0.00
KUMC Cancer Center	75.00	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Labels and Decals, Inc.	\$ 407.69	\$ 0.00
Lady Baltimore	464.80	45.92
Lague Printing, Inc.	1,688.76	0.00
Lahti, R. Campaign	200.00	0.00
Lana Oleen Campaign	200.00	0.00
Larkin, B. Campaign	100.00	0.00
Laser Equipment	445.74	0.00
Law Enforcement Equipment Co.	3,495.19	60.84
Lawrence, D. Campaign	200.00	0.00
Lazertech	316.25	0.00
Leader Specialty Company	208.85	0.00
Leavenworth Rd. Asoc.	75.00	0.00
Leavenworth County	269.77	0.00
Lee, F. Campaign	100.00	0.00
Legg Florist	122.49	0.00
Lenexa Chamber of Commerce	40.00	40.00
Leonard Turano	116.40	0.00
Lewis, Wes	0.00	50.00
Life & Safety	878.83	681.72
Ligget, Ziza	400.00	0.00
Limited Actions Dept.	257.15	0.00
Lincoln H.S. Alumni Class 4445	75.00	0.00
Logical Solutions, Inc.	26,304.42	1,092.05
Longmire & Company, Inc.	8,628.75	3,067.50
Longmire, Susan	4,450.34	1,614.24
Louisville Free Public Library	9.00	0.00
Lumpkin for Representative	150.00	0.00
Lynch, E. Campaign	100.00	0.00
Lyndon Veterinary Clinic	186.00	84.00
M. Lee Smith Publishers & Prin	99.66	213.99
M. J. Poland Associates	465.67	337.04
M.A.I.E.	0.00	156.42
MacSource	410.50	0.00
Magness Vertical Systems	225.00	0.00
Majure for Representative	400.00	0.00
March of Dimes Country Club Bk	328.00	0.00
Marks, Larry	575.00	0.00
Marsh and McLennan, Inc.	404,908.00	139,414.00
Martin, Frank & Peggy	45.00	0.00
Marton, Dee	450.00	0.00
Marvin, Ed	175.00	0.00
Massco, Inc.	36,152.51	5,067.09
Mathews, Cindy	250.00	0.00
Mathews, Pam	100.00	0.00
Mathia, Chris	1,678.50	0.00
May, Pam	300.00	0.00
Mayans for Representative	400.00	0.00
Mazzarese Diamonds	8,400.00	7,000.00



<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Mcguckin, Linda	\$ 150.00	\$ 0.00
MCI Commerical Service - SW	208.88	0.00
MCI Forum	29.37	0.00
MCI Telecommunications	24,694.73	22,874.61
Mcintyre Mann Carpet Centers	12,808.30	2,979.16
McKechnie, E. Campaign	100.00	0.00
McKinney, Tyrone	2.00	54.33
McKinnie & Associates, Inc.	5,252.53	0.00
McKinnie Systems, Inc.	0.00	3,645.00
McKinzie Tours	75.00	0.00
McMaster-Carr Supply Co.	1,262.39	0.00
McMaster-Carr Supply Co.	0.00	312.21
McNeel, Gary	37.29	0.00
Mechanics Choice	5,715.90	983.48
Mediamasters	0.00	3,364.46
Meierotto's Midwest Jewelry	0.00	50.00
Mertz Kent, M. Campaign	100.00	0.00
Meseraull Printing, Inc.	335.00	335.00
Metro Graphic Arts, Inc.	84.60	0.00
Metromail Corporation	0.00	1,657.37
Metropolitan Communication, Inc.	12.62	0.00
MGM Grand	73.44	0.00
Mid America Golf Cars	257.29	0.00
Mid Central Sysco	881.59	88.36
Mid America Communications	2,066.63	0.00
Mid-States Supply	172.85	0.00
Midway Ford Truck Center	174.48	0.00
Midwest Stock	70.00	0.00
Midwest Thoroughbred	400.00	0.00
Midwest Tinting, Inc.	0.00	734.85
Midwest Spray Equipment	572.70	0.00
Midwest Mechanical Contractors	126,457.86	0.00
Midwest Mechanical Service	59,499.66	54,735.80
Midwest Power Service	1,448.89	77.28
Mies Wholesale Meats	235.60	0.00
Mike Rodina & Associates	2,876.86	0.00
Miller, Terry	0.00	490.39
Miller, Thomas	20.00	0.00
Miller Cooper	50.12	0.00
Miller-Bevco	1,081.46	692.97
Mills for Representative	100.00	0.00
Mills & Mills	300.00	0.00
Minor, M. Campaign	100.00	0.00
Missouri Typewriter Co., Inc.	120.64	0.00
Missouri Valley Electric Co.	770.46	259.35
Missouri Public Service	75.00	0.00
Missouri Paint Supply, Inc.	158.61	0.00
Missouri Restaurant Assoc.	25.00	0.00
Mitchell, David	17,396.08	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Mobile Radio Communications	\$ 3,304.85	\$ 1,820.00
Monchil's	998.34	248.06
Montgomery Kone	0.00	8,651.01
Montgomery Elevator Co.	43,372.08	9,406.79
Moore, Doug	14.95	0.00
Moore Equipment Company	11.89	0.00
Morrison, J. Campaign	100.00	0.00
Mortensen, John	685.55	643.00
Mountain Iron & Supply Co.	18,435.92	0.00
Mountainwest Financial Corp.	6,777.08	956.96
MPG Specialties	3,349.33	0.00
Mufflers Unlimited	112.63	0.00
Multigraphics, Inc.	65,461.63	37,101.18
Myron Manufacturing Corp.	296.02	0.00
Namark Products Co.	351.90	0.00
National Publishing	37.62	0.00
National Equipment & Holiday	169.34	27.20
National Greyhound Assn.	250.00	0.00
National Gaming Summary	0.00	298.00
National Business Institute	0.00	384.00
National Equipment & Decor, Inc.	89.69	\$0.00
Nationwide Paper	66,024.58	15,245.94
Nebraska Racing Commission	0.00	30.00
Nesselrode, Jim	500.00	0.00
New Wave Enterprises, Inc.	1,500.00	0.00
New York Life Insurance Co.	891.00	0.00
New Neighbor League	75.00	0.00
Newsweek	41.34	0.00
Newton, Melvin	75.00	0.00
Nguyen, Sami	75.00	0.00
Nichols, R. Campaign	200.00	0.00
Northamerican Van Lines, Inc.	53.34	0.00
Novak for Representative	300.00	0.00
Nu-Life Laboratories, Inc.	2,163.89	85.84
Nutcracker Sweets	2,306.26	73.09
O.C. Tanner Sales Company	11,401.84	0.00
O.T.A.	90.00	570.00
O.T.R. Express	75.00	0.00
OAG North American Edition	256.12	268.15
Offical Airline Guides	85.68	0.00
Office Depot	191.66	0.00
Official Union Labor Directory	275.00	0.00
Olders Supply Co., Inc.	229.98	0.00
One Hour Moto Photo	198.41	0.00
Order of Eastern Star	75.00	0.00
Ormsby, Berton	0.00	96.92
Orr, James R.	197.96	0.00
Output Technologies, Inc.	33,571.95	4,334.76

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Output Technologies SRI	\$ 75.00	\$ 0.00
Overhead Door Company	748.72	0.00
Overland Park Chamber	26.00	50.00
Overland Park Convention &	805.00	0.00
Oxygen Service Co.	115.52	0.00
PT Industries, Inc.	146.55	0.00
Package Service	150.00	0.00
Packer, G. Campaign	200.00	0.00
Paige, Brenda	75.00	0.00
Paper Direct	1,307.22	61.83
Paramount Fireworks Co.	0.00	8,000.00
Parsons, Jeanette	300.00	0.00
Parts Company of America	149.17	0.00
Party Kits	377.70	0.00
Passantino, Donna	1,500.51	1,928.71
Pat Hubbell Associates, Inc.	0.00	256.00
Paul Alexander	27.09	0.00
Paula Jasso-Wedel	100.00	0.00
Payless Cashways	8,403.89	1,114.57
Paymaster Corporation	572.23	0.00
PBCC	6,630.45	0.00
Pea's Racing Greyhounds	690.00	0.00
Pennington, Dave	250.00	0.00
Personal Employee	15.00	0.00
Personnel Journal	59.00	59.00
Peterson, Kathy	27,295.79	15,000.00
Pfister, Carl	0.00	50.00
Phillips, Richard	0.00	50.00
Phoenix Office Products, Inc.	2,575.77	0.00
Pico Publishing	1,108.80	431.20
Piper Heritage Veterinary	1,709.00	3,196.40
Pit Stop Auto Parts	160.50	0.00
Pitney Bowes, Inc.	3,713.03	4,847.69
Pittman Company	378.66	0.00
Plaza Merchants Association	1,200.00	0.00
Plumbers Supply Co.	123.98	0.00
Pouncil, Roy	312.14	256.71
Power Systems	143.15	0.00
Powerflow Systems, Inc.	100.00	0.00
Prairie View Elementary School	75.00	0.00
Prater, Louis	1,500.00	0.00
Pre Print Sales Company	0.00	226.10
Premier Fastener Co.	374.93	0.00
Prepress Graphic Professionals	6,682.56	802.49
Prestige Dock Service	175.18	0.00
Presto-X-Company	2,312.85	0.00
Price Choppers	106.90	0.00
Print Time, Inc.	514.49	0.00
Professional Linen Supply	156.28	152.85

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Promail Services, Inc.	\$ 58,247.55	\$ 48,920.92
Promotion Planners	2,025.00	0.00
Promotional Headwear Int., Inc.	1,403.43	0.00
Promotional Resources	18,608.38	0.00
Prudential Insurance	991.71	0.00
Quindaro Elementary School	75.00	0.00
Quinlan Publishing Co., Inc.	61.96	67.00
R. Vickers Trucking, Inc.	1,879.87	0.00
R.B. Calvert Oil Co.	7,368.71	0.00
R.D. Hubbard Enterprises, Inc.	94,042.52	0.00
Racing Association of KS East	24,275.96	10,081.06
Racing Resource Group, Inc.	5,926.55	1,375.00
Radio Shack	601.13	0.00
Randy Shultz	140.00	165.00
Raredon, Doug	1,150.00	0.00
Raytown Radiator	170.00	0.00
Reardon for Representative	300.00	0.00
Record, Newton H.	0.00	1,000.00
Red House Audio	1,075.00	0.00
Reddi-Rooter of K.C.	1,188.36	54.50
Reeves-Wiedeman Company	3,158.72	59.87
Regal Plastic Supply Co.	756.60	0.00
Reicheneker, Derrick	165.66	13.85
Reinhart, R. Campaign	100.00	0.00
Reno, Gary D.	0.00	1,000.00
Residence Inn KCI	4,976.59	0.00
Rew Acoustical Products	211.20	0.00
Rew Materials, Inc.	406.13	95.78
Reynolds, Janine	27.90	0.00
Rezac, D. Campaign	100.00	0.00
Rhoads, Harold	100.00	0.00
Rhodes Surveyors, P.A.	900.00	0.00
Rice, Charles	30.00	0.00
Rice, Angela	173.05	0.00
Richmond, Gary J.	2,500.00	0.00
Riley County Clerk	125.00	0.00
Rimbo, Bruce	1,490.02	1,316.18
Rivas, Betty	0.00	33.90
Riverview Kennel	197.50	0.00
RMRS Systems	30,500.00	10,000.00
Robbie Manufacturing Co.	75.00	0.00
Roberts, Ronald	5,000.00	0.00
Robinson, Francis	75.00	0.00
Robison's	350.01	0.00
Rochester Midland	2,596.03	473.52
Rogers, Howard	1,600.00	0.00
Roith, Ed	1,000.00	0.00
Roll Easy Door Company	9,493.92	134.99
Rolm Company	41,048.92	15,491.09

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Roses Only	\$ 84.68	\$ 0.00
Rudicel, Rhonda	264.18	0.00
Ruff, C. Campaign	200.00	0.00
Russell Stover Candies	243.23	0.00
Ruth Burke & Associates	646,407.37	98,851.69
Rutland, Jeff	0.00	7,000.00
Safety Kleen	4,272.32	2,440.23
Sallie Mae	75.00	0.00
Sam's Club	305.59	0.00
Sam's Club Direct	1,384.85	1,472.53
Sartory, Richard	150.00	0.00
Schatz Distributing Co.	470.36	0.00
Schooley Inc.	3,341.37	434.48
Scrutchfield, Mike	1,000.00	0.00
Sears Roebuck & Co.	75.00	0.00
Secretary of State	2,610.00	2,515.00
SEDC	0.00	150.00
Sedgwick County Commissioner	\$30.50	0.00
See More Signs Mfg., Inc.	1,996.79	262.99
Sharp, W.G.	130.00	0.00
Shaw, Toquetta	250.00	0.00
Shawnee County	40.00	0.00
Shawnee County Treasurer	9.83	0.00
Sherwin Williams	5,919.65	194.07
Shoemaker Foundation	408.41	0.00
Shook, Hardy & Bacon	58,059.88	25,095.00
Shriver for Representative	200.00	0.00
Silver Dollar City, Inc.	72.00	0.00
Silver, Joel	17,132.78	4,397.78
Simplex Time Recorders	42,641.26	8,182.20
Sister Lucille Buhl	9.95	0.00
Smith, D. Campaign	100.00	0.00
Smith, Mike	1,005.25	1,697.35
Smith, Betty	2,000.00	0.00
Smith, Tiffani	20.00	0.00
Smith & Loveless, Inc.	842.89	632.79
Smith St. John	4,972.28	0.00
Snap on Tools	9.05	0.00
Snelson, Bob	350.00	0.00
Soil & Plant Laboratory, Inc.	315.00	0.00
Southwestern Bell Mobile	6,210.88	0.00
Southwestern Bell Telephone	64,003.73	0.00
Spangler for Representative	100.00	0.00
Special Events	0.00	1,272.18
Specialty Floral Services	3,928.69	638.70
Sportview TV	0.00	150.00
Sprenger, McCullough & Co.	17,299.85	0.00
Springer, John Inc.	537.00	358.00
Sprint	149.65	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Square D Company	\$ 208.00	\$ 0.00
St. Joseph Sertoma Clubs	111.60	0.00
Stable T Farms	1,420.00	0.00
Staffing Resources, Inc.	0.00	76.80
Staffing Solutions	618.71	0.00
Standifer for Representative	200.00	0.00
Stanford's Comedy House	300.00	0.00
Stanhope, B. Campaign	200.00	0.00
Star Plumbing & Maint. Parts	116.08	440.56
State Chemical Mfg. Co	354.02	0.00
State Board of Accountancy	90.00	0.00
State of New Hampshire	5.95	0.00
State Ave. Goodyear	190.50	0.00
Steel Mfg. & Warehouse Co	1,097.70	0.00
Stephenson, Michael B.	2,395.00	150.00
Sterling Enterprises	2,100.00	0.00
STET Graphics	4,018.10	0.00
Stilwell Elementary School	75.00	0.00
Stevens, A. Campaign	100.00	0.00
Stous, Nancy	0.00	75.00
Stovall for A.G.	800.00	0.00
Sun Dome	143.52	0.00
Superior Linen	1,309.56	0.00
Susan Rawlings	299.31	0.00
Swan Engineering & Supply, Inc	112.48	23.05
SWBT	0.00	25,398.49
T Maker Company	0.00	189.70
TAT, Inc.	29.51	0.00
Team Marketing Report	212.95	159.00
Teamwork Printing, Inc.	2,968.08	5,092.36
Tech Systems, Inc.	5.25	0.00
Terracon Environmental, Inc.	2,897.03	0.00
The Prudential Ins. Co. of Ame	2,615.76	0.00
The Preston Group, Inc.	16,914.03	0.00
The Newsletter Factory	590.00	0.00
The Navy League	85.00	0.00
The National Center for	895.00	0.00
The Water Doctor	450.67	176.32
The Tape Company	0.00	30.99
The Standard-Hart Printing Co.	1,595.97	0.00
The Standard Register Co.	1,598.04	0.00
The Prudential Insurance	5,751.51	4,819.95
The Keenagers	29.85	0.00
The Cit Group-Commerical	0.00	416.21
The Benwell Co.	18,928.58	1,875.00
The Greater Kansas City	0.00	8,338.47
The Clinton Group, Inc.	102,565.09	0.00
The Greyhound Project, Inc.	512.00	0.00
The Kansas City Star & Times	954.56	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
The Kansas City Star Company	\$ 51,394.18	\$ 7,609.28
The Kansan Publishing Co.	12,448.93	5,584.26
Thomas Newman	29.64	0.00
Thompson Publishing Group	830.50	0.00
Thoroughbred Times	0.00	68.00
Thorp, N. Campaign	100.00	0.00
Timberlakes Home Assn.	61.05	0.00
TJL Auto	581.79	0.00
TNT, Inc.	3,026.00	0.00
TNT Print	7,191.93	0.00
Tobey Fine Paper	37,696.32	0.00
Toelkes, Dixie Campaign	100.00	0.00
Tom Scherer	961.61	0.00
Tomlinson, R. Campaign	250.00	0.00
Toplikar, J. Campaign	100.00	0.00
Tottenham & Co.	12,300.00	0.00
Toward a New Century	8,750.00	0.00
Travel Industry Assoc. of KS	530.00	600.00
Trehey, Mary	39.80	0.00
Tri-State Motor Transit Co.	348.08	0.00
Tri-State Equipment Co., Inc.	348.08	0.00
Triple T Foods	0.00	75.00
TRW Information Services	209.25	0.00
TWA Management Club	75.00	0.00
Type Professionals, Inc.	633.14	0.00
Tytla, J.A.	59.80	0.00
U-Haul International	318.41	0.00
U.S. Postmaster	726.56	238.50
U.S. Card Corporation	257.50	0.00
Uhrich Locomotive Works	5,202.00	0.00
Ultra-Chem, Inc.	1,705.73	1,085.56
Umbrella Graphics	0.00	0.00
Unemployment Insurance Serv.	3,142.36	1,171.17
Uniforms to You & Co.	115.50	1,383.78
Union Beacon	1,020.00	75.76
Unisource, Inc.	7,650.33	0.00
Unisource-Kansas City	79,037.01	58,457.56
United States Postal Service	116.00	0.00
United Sports of America	50.00	0.00
United Way of Wyandotte	0.00	140.03
United Cities Gas	20,878.19	17,195.78
United Parcel Service	8.31	0.00
United Chemical & Supplies	535.23	0.00
United Laboratories	1,306.54	0.00
Unitog Rental Services	28,804.36	13,539.01
Univ. Of AZ Foundation-RTI Acc.	250.00	0.00
Universal Press Clippings	2,725.80	699.00
Urbom, Mike	1,474.74	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Urich, Barbara	\$ 0.00	\$ 261.00
USPA & IRA	139.50	0.00
Utilicorp Energy Services	60,195.61	70,302.49
Vance Bros., Inc.	0.00	196.98
Vanfleet, N. Campaign	100.00	0.00
Varsity Sports	1,907.02	455.17
Venable, Trish	26.20	552.48
Venable, Patricia	358.99	0.00
Venture	128.88	0.00
Verbenec, Karl	125.00	0.00
Vernon Leat-Photographer	5,310.50	0.00
Via Express	1,262.80	357.65
Victory Hills Golf Course	695.00	0.00
Video Masters, Inc.	227.54	0.00
Video Service of America	2,934.51	0.00
Video Post Productions	58,894.32	3,688.39
Vile-Goller Fine Arts	56,180.00	0.00
W.W. Grainger, Inc.	20,689.94	1,175.76
Wagon for Governor	1,000.00	0.00
Wakefield's of KC, Inc.	76.84	0.00
Walker Towel & Uniform Serv.	1,016.70	26.94
Walker, Jody	723.64	0.00
Walker, Hal	100.00	0.00
Wallys Pastry Shop	556.00	0.00
Walton, Jill	0.00	872.31
Wanderland Travel	13.95	0.00
Wang Laboratories, Inc.	0.00	4,496.21
Ward High Alummi	25.90	0.00
Warren, Gorham & Lamont	154.95	0.00
Warren, George	64.29	0.00
Watson for Representative	300.00	0.00
Wayne Paper	879.64	0.00
Webb for Representative	100.00	0.00
Weinhold, C. Campaign	100.00	0.00
Welborn Animal Hospital, P.A.	5,506.75	0.00
Wells for Representative	200.00	0.00
Welshimer, G. Campaign	100.00	0.00
Wempe, J. Campaign	100.00	0.00
Wesco Distribution, Inc.	0.00	133.58
Western Auto	1,980.42	210.62
Westlake Hardware	6,747.57	1,287.96
White, A. Campaign	100.00	0.00
White, Martin & Assc., Inc.	4,112.44	0.00
Wholesale Batteries, Inc.	657.31	0.00
Widaman, Fritz	776.26	0.00
Wilk, K. Campaign	200.00	0.00
Willamette Management Assoc.	23,365.75	0.00
Willard for Representative	100.00	0.00



<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Williams, Theotis	\$ 0.00	\$ 53.53
Wilson, Mark D.	139.00	0.00
Wilson, Paige	0.00	50.00
Windsor Products, Inc.	1,921.97	0.00
Winner Communications, Inc.	25,000.00	20,000.00
Wood & Huston Bank	99.50	0.00
Word, Pam	543.03	34.56
Worlds of Fun	9,503.27	0.00
Wyandotte Development, Inc.	500.00	0.00
Wyandotte West Communications	717.84	313.70
Wyandotte County Treasurer	1,615,994.90	83,341.60
Wyandotte Class of 1984	75.00	0.00
Wyandotte County Fair	440.00	0.00
Wyandotte County Health Dept.	485.00	0.00
Xerox Business Services	359.00	0.00
Yackie, Al	0.00	50.00
Zenith Administrators	75.00	0.00
Zep Manufacturing	1,103.17	0.00
<b>Total</b>	<b>\$8,011,720.63</b>	<b>\$2,212,875.14</b>

### SR Food & Beverage Listing of Vendors

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
AAA Rental & Sales	\$ 786.91	\$ 0.00
Adrian's Barbeque Sauce, Inc.	412.50	0.00
AFC Greater K.C. Chef's Assoc.	200.00	0.00
Albert Uster Imports, Inc.	103.60	0.00
Alcops, Inc.	387.08	0.00
All Seasons Uniforms & Textile	2,397.22	199.90
Allied Copy Equipment Systems	1,660.11	502.52
Ambassador Meat Distributors	87,833.12	4,810.61
Ambrosi Bros. Cutlery Co.	1,680.16	475.59
American Royal Association	228.00	0.00
American Meat Co., Inc.	10,159.83	2,907.83
American Royal Center	1,125.00	1,125.00
American Culinary Federation	75.00	0.00
American Caster	392.68	0.00
Amusement Business	99.00	0.00
Anything Goes Associates, Inc.	0.00	132.00
Arrons Cappuccino	1,272.00	0.00
Arrow Rents	0.00	106.48
Art Culinaire Magazine	59.00	0.00
Austrian Oblaten Company	273.00	142.03
Award Baking International	273.00	0.00
Baker's Tow Service	75.00	0.00
Banners to Go	115.66	0.00
Bassett, Brenton	40.00	0.00
Beach, Don	168.75	0.00
Belfonte	73,872.84	21,530.54
Bell Atlantic Tricon Leasing	1,972.78	0.00
Bingham Foods, Inc.	1,237.50	0.00
Borden, Inc.	6,461.82	0.00
BT Buschart Office Prod., Inc.	361.17	359.18
Bureau of Alcohol, Tobacco and	0.00	250.00
Campobello Foods, Inc.	441.08	0.00
Carthage Marble Corporation	127.06	0.00
Celebration Party Rental	6,633.92	1,333.24
Central Refrigeration Serv., Inc.	343.40	0.00
Chaney, Billy	0.00	34.00
Charlie's Lockshop	591.52	371.66
Christopher's Florist	37.28	0.00
City License Inspection Div.	3,351.00	3,448.00
City Rent-A-Truck	2,405.15	0.00
Clawson, James	29.48	0.00
Coca-Cola Metro	63,834.71	15,163.18
Collier, Steve	1,731.88	239.82

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Colonial Baking Company	\$ 33,201.53	\$ 8,389.68
Continental Food Corp.	371.11	0.00
Cooks Illustrated	46.85	0.00
Country Boy Meats	4,352.47	298.85
Dale M. Thelen	23.97	0.00
Dataco Derex, Inc.	116.77	0.00
Dee Justice	36.57	0.00
Delta Foremost Chemical Corp.	816.78	411.45
Department of Treasury	250.00	0.00
Deremer, Roberta	40.20	0.00
Design Products, Inc.	2,082.73	297.92
Dilley, Bill	15.00	0.00
Diversey Corp.	24,159.91	7,625.27
Don Evans Florist	460.95	0.00
Dubey, Mike	1,901.28	273.57
Dugan Equipment & Supply, Inc.	405.01	130.69
Edwards, Tara	34.00	0.00
Eudora Air Conditioning &	3,572.14	0.00
Event Central, Inc.	0.00	24.97
Excel Linen Supply	144,990.61	44,478.84
Fastpro International, Inc.	805.60	0.00
Finova Capital Corporation	0.00	1,073.28
First Class Travel Management	559.00	0.00
Folsom, Robert	34.00	0.00
Food Team, Inc.	0.00	704.04
Foster, Dwayne	15.00	0.00
Fresh Fish Co.	23,684.64	18,230.41
Fritz's Superior Meat	3,535.10	420.30
Gaw, Brandon	57.60	0.00
GCS Services, Inc.	4,587.70	1,939.62
Gear for Sports	4,849.82	0.00
Geiser, Laurence	0.00	51.00
General Parts, Inc.	1,026.07	1,063.16
Genex	1,043.69	176.74
Gingiss Formalwear	419.70	0.00
Global Foods, Inc.	0.00	211.55
Gordon, David	71.04	0.00
Great Plains Seafood, Inc.	102.64	0.00
Greater K.C. Chef's Assoc.	120.00	100.00
Guy's Foods	0.00	924.10
Hader Poultry, Inc.	11,673.52	3,797.29
Hamco, Inc.	511.20	0.00
Harding, Scott	9.75	0.00
Hobart	2,760.34	219.92
Holmes, Angela	21.00	0.00
Ice Masters, Inc.	239.62	0.00
Inter-State Maint. & Cleaning	3,282.00	1,985.00
Italian Delight	32.50	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
J. B. Prince Company, Inc.	\$ 37.50	\$ 0.00
Jakes Refrigeration	3,823.42	996.20
Jody Norris-Roth	119.76	0.00
Johnstone Supply	0.00	92.71
Judith Hoeffel Company	459.46	639.33
K.C. Kabob, Inc.	0.00	356.00
Kansas Department of Revenue	470,328.53	124,228.60
Kansas Cold Storage Corp.	190.00	210.00
Kansas Direct Distributors	6,887.30	2,260.70
Kansas Racing Commission	710.00	408.00
Kansas City Steak Company	0.00	5,746.82
Kansas City Business Journal	1,625.00	0.00
KCK City License Inspection	250.00	0.00
Ken Madden Refrigeration	1,829.66	0.00
Klemp Electric Co., Inc.	148.24	0.00
Kraft Foodservice, Inc.	965.25	0.00
L&C Meat, Inc.	47,104.91	9,458.96
Lab Safety Supply, Inc.	90.85	0.00
Labels and Decals	869.55	0.00
Lady Baltimore Foods	372,442.47	132,389.35
Lansing Wholesale Ice	178.00	0.00
Logical Solutions, Inc.	226.85	41.54
Manning, Jamie	0.00	51.00
Marsh & McLennan	770.00	0.00
Mendolia's Italian Sausage	5,390.00	910.00
Mid Continent Bottlers	4,033.60	1,078.60
Mid Central Sysco, Inc.	320,962.60	71,044.49
Missouri Valley Electric Co.	0.00	148.01
Missouri Dept. of Revenue	1,301.99	412.17
Missouri Restaurant Assoc.	934.80	0.00
Napoleon Bake	1,242.00	0.00
National Restaurant Assoc.	1,400.00	0.00
National Association of	475.00	0.00
Nationwide Papers	1,844.49	290.25
Nelson, Sandy Anderson	201.36	0.00
Norris, Jody	200.88	0.00
North American Van Lines	5,334.13	0.00
Overland Park Chamber	375.00	0.00
Paper Warehouse	585.12	70.71
Paperdirect, Inc.	181.05	0.00
Paris Brothers, Inc.	793.25	231.35
Parts Company of America	0.00	160.51
Payless Cashways, Inc.	63.88	14.97
Phoenix, Wesley	40.00	0.00
Phoenix Office Products	182.15	0.00
Pisciotta Fruit & Vegetables	109,826.76	30,541.05
Pizza Specialties, Inc.	8,061.23	2,179.64
Plaza Rental & Sales	639.90	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Poscomm Systems, Inc.	\$ 7,289.32	\$ 1,421.78
Powell Ice	7,330.00	0.00
Precision Tune	65.32	0.00
Prepress Graphic Professionals	633.68	0.00
Price Chopper	0.00	39.00
Racing Association of KS	250.00	350.00
Radio Shack	68.04	0.00
Regal Distributing	6,506.23	2,039.45
Retail Data Systems of KC	3,137.48	461.83
Rolm Company M-31	206.61	20.99
Ronnoco Coffee Company	35,882.75	12,859.13
Roto-Rooter	0.00	114.50
S&S Meat Company	113,681.11	22,558.98
Sab-Britt Ltd., Inc.	555.00	230.00
Schooley	920.57	348.27
Secretary of State	241.00	1,242.00
See More Signs Mfg., Inc.	321.03	69.21
Seimears Heating & Cooling	1,821.00	0.00
Sir Knight Formal Wear	5,620.02	0.00
Smith St. John	103,576.89	18,054.34
Southwestern Bell Mobile Syst.	160.79	0.00
Specialty Floral Service	3,648.94	0.00
SR Food & Beverage	2,385.08	674.89
State of Kansas	1,540.00	0.00
Steel Manufacturing &	133.62	0.00
Summit Outdoor Living	63.88	0.00
Sun Publications, Inc.	714.88	0.00
Sunny Cal	6,736.00	1,024.00
Superior Supply	42.49	0.00
Swan Engineer. & Supply Co., Inc.	112.80	0.00
SWBYP's	5,567.58	0.00
Taneycomo Gulf Seafood, Inc.	5,756.40	0.00
Teamwork Printing, Inc.	1,376.94	241.00
The Food Bin	35.90	0.00
The Boulevard Noshery, Inc.	7,981.60	0.00
The Boulevard Noshery	1,476.65	0.00
TJL Auto	200.06	0.00
Trend Setting Restaurant, Inc.	10,849.50	0.00
Tricon Capital Corporation Vsg	2,028.84	774.68
Turano, Leonard	153.84	61.92
Uniforms to You	1,163.59	0.00
United Bakery Supply	375.92	229.64
Vocci Ravioli	102.50	0.00
Void	(294.49)	0.00
Volume Services	1,245.25	0.00
W.W. Grainger, Inc.	850.65	68.17
Wally's Pastry Shop	7,931.56	4,270.25
Washington, Lee A.	0.00	30.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Water Doctor, Inc.	\$ 7,410.53	\$ 3,164.90
Western Auto Store #12	37.48	0.00
White, James	1,098.24	124.80
Williams, Brian	40.00	0.00
Wm. E. Davis & Sons, Inc.	782.03	0.00
<b>Total</b>	<b>\$2,282,509.66</b>	<b>\$600,393.92</b>

### TRAK East Listing of Vendors

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
22nd District	\$ 230.00	\$ 0.00
ABC Auto Service	66.04	0.00
Abel Products	102.09	0.00
Accurate Scale Co., Inc.	385.50	0.00
Airkem Midwest Sales	750.68	0.00
Alford, Steve	0.00	34.04
Allied Copy Equipment	2,703.72	660.02
Acme Hydraulics, Inc.	53.47	0.00
American Greyhound	10,578.00	0.00
American Business Supply	0.00	304.06
American Totalisator Co., Inc.	37,992.75	0.00
Amtote International, Inc.	25,748.54	33,115.30
Annette Newman	267.80	0.00
Apache Hose & Belting Co.	127.54	97.48
AQHA	0.00	425.00
Arapahoe Park	292.35	37.71
Arbico	1,335.00	0.00
Arlington Inter'l Racecourse	349,026.81	0.00
Arthur Anderson & Co.	22,775.00	20,500.00
Arthur Taylor	55.00	0.00
Atlantic City Racing Assn.	101.59	0.00
Automatic Data Processing	24.00	0.00
Autotote	22,808.85	8,885.16
B&C, Inc.	1,377.95	90.86
Bank Midwest	0.00	374.00
Barfield, Linda	15.80	0.00
Barton Solvents, Inc.	1,734.09	0.00
Bay Meadows Operating Co.	519.51	0.00
Beard, Tom	311.70	0.00
Bell Atlantic-NJ	0.00	154.01
Berman, Singer & Rabin	0.00	87.89
Beulah Park Race Track	133.53	0.00
Bever, Gene	50.60	0.00
Billingsley, David	250.00	0.00
Birmingham Race Course	0.00	278.04
Biscayne Greyhound Track	1,202.56	1,238.70
Bonner Springs Federal	32,568.66	16,173.58
Brink's, Inc.	9,695.15	3,227.07
BT Buschart Office Products	1,860.25	446.67
Builders Sand Co.	15,257.50	0.00
Buzz Print	213.00	0.00
Cable & Connector Warehouse	424.92	0.00
Canady, Woodrow	36.90	0.00
Canterbury Park	0.00	81.00
Century Business Systems	32.40	0.00

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Ceridian	\$ 6,278.33	\$ 296.12
CF Motor Freight	488.00	0.00
Charlie's Lockshop	115.98	67.35
Chronicle of Philanthropy	67.50	0.00
Churchill Downs, Inc.	39,867.49	12,362.81
Clearinghouse for	285.00	0.00
Clerk of the District Court	3,591.00	958.33
Coleman Implement, Inc.	12,978.25	1,772.31
Contempo-United Timing Corp.	10,195.75	0.00
Contractors Supply Co.	2,111.29	0.00
Corporate Estimated Income Tax	0.00	188.00
Cummins-Allison Corp.	1,379.01	0.00
D & B Tire Co.	723.21	0.00
Daniels, Don	167.60	0.00
David Basler	1,240.00	0.00
Dean Machinery Co.	106.72	0.00
Del Mar Thoroughbred Club	60,607.25	0.00
Dempsey, Janet J.	342.78	0.00
Denton, Jo	20.00	0.00
Derby Lane	0.00	42,467.72
Desko, Karen	0.00	59.00
Dewayne Sheets	139.98	0.00
Didier, Tony	30.00	0.00
Douglas Racing Corp.	96,890.86	34,373.70
Dubose, Nathaniel	413.20	0.00
Ed's Trophies & Awards	6,321.94	2,226.95
Eddy, Jim	25.60	0.00
Elliot, Stephen M.	779.90	0.00
Endicott Johnson Corp.	69.96	0.00
ERS, Inc.	60.00	0.00
Eye-in-the-Sky	65,228.45	23,023.00
Fairbanks Scales, Inc.	346.34	423.30
Fairgrounds Race Course	18,785.60	36,186.76
Fastpro International	1,250.53	0.00
Fastsigns	1,228.63	0.00
Fatzer, Cherly	21.30	0.00
Fonner Park	6,761.61	11,192.03
Frame Game & Moss Gallery	119.42	0.00
Frances Camp	62.00	0.00
G & T Crates, Inc.	0.00	289.30
G. Neil Companies	0.00	115.71
Gaddy, Marlon	48.00	0.00
Garden State	0.00	25,099.78
Gateway Communications, Inc.	89.59	0.00
GE Capital Modular Space	2,611.79	1,494.85
Gear for Sports	18,852.57	1,486.29
General Electric Capital	1,738.77	951.35
Golden Gate Fields	0.00	340.40
Gregory V. Blume	156.94	9.97



<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Greyhound Colors, Inc.	\$ 869.52	\$ 0.00
Greyhound Equipment Co., Inc.	33,573.77	13,781.57
Grunder, Richard	2,375.00	0.00
Gulfstream Park Racing Assoc.	167,148.03	102,334.08
H.E. Miller & Sons	8,645.00	\$0.00
Hawthorne Race Course, Inc.	113,072.73	4,208.04
HBPA	2,500.00	1,500.00
Henley, Pansy	142.60	0.00
Hialeah Park	409.50	0.00
Hinckley & Schmitt, Inc.	7,624.84	2,570.66
Hobson Publishing, Inc.	0.00	170.00
Holiday Sand & Gravel Co.	11,972.87	726.56
Hollywood Park Operating Co.	311,903.95	72,810.67
Home State Bank	6,357.80	\$0.00
Horseshoes Plus	75.36	75.36
Huckaby Ambulance, Inc.	6,080.00	0.00
Hydeman Company	40.09	0.00
Interstate Batteries	95.74	0.00
Inter Pipe	1,092.20	0.00
Jacksonville Kennel Club, Inc.	\$0.00	74,173.30
Jay Wolfe	760.93	0.00
Jay's Uniform	1,101.75	254.25
Jayhawk Consulting Serv., Inc.	10,000.00	6,000.00
Jayhawk Millwright & Erectors	181.20	0.00
Jockeys' Guild, Inc.	20,304.25	2,851.75
Johnson Co. Top Soil, Inc.	686.81	0.00
Judith Hoffel Company	1,626.19	963.80
Kahn Steel Company, Inc.	726.34	0.00
Kansas Action for Children	13.00	0.00
Kansas Corporate Estimated Tax	0.00	188.00
Kansas City Star	730.00	0.00
Kansas City Teleport	6,290.00	0.00
Kansas Department of Revenue	0.00	700.00
Kansas Quarter Horse Racing	2,108.62	0.00
Kansas Racing Commission	97.00	0.00
Kansas Secretary of State	20.00	20.00
KC Bobcat	724.20	0.00
Keeneland Assoc., Inc.	2,549.86	997.99
Kindred, John	790.06	429.24
Klemp Electric Machinery	274.00	0.00
Larocca, Jayme	0.00	39.51
Laser Equipment	479.20	0.00
Laurel Racing, Inc.	671.78	94.50
Levendahl, David	25.40	0.00
Lincoln Greyhound Park	200.00	0.00
Los Angeles Turf Club, Inc.	316,332.83	329,479.72
Louisiana Downs	0.00	26,142.24
Luckey, Cliff	23.16	0.00
Magariel, Ellen	92.44	10.56

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Magtek	\$ 707.00	\$ 0.00
Main Street Appliance Center	255.49	0.00
Marsh and McLennan, Inc.	17,226.00	0.00
Marshek, Scott	0.00	59.40
Marvin H. Sugerman	1,412.50	200.00
Massco, Inc.	0.00	291.62
Mather & Co.	43,232.00	0.00
MCI Telecommunications	58,887.93	24,239.71
Mechanics Choice	359.80	0.00
Medevac Midamerica, Inc.	20,472.75	0.00
Mickey Walker	562.00	0.00
Mid America Industrial Equipt.	262.27	0.00
Midway Ford Truck Center, Inc.	920.90	0.00
Midwest Services & Towing, Inc.	218.00	0.00
Mikasa	1,722.97	0.00
Mike Rodina & Associates	2,384.78	0.00
Missouri Typewriter Co., Inc	148.43	0.00
Missouri Valley Electric	1,524.03	355.16
Moore Equipment Co.	26,029.64	2,694.90
Moore, Joe	55.30	0.00
Mcanany, Van Cleve & Phillips	5,799.49	420.00
Mccadden, Pat	64.01	0.00
National Equipment & Holiday	0.00	213.00
National Greyhound Association	0.00	170.00
National Jockey Club	1,244.46	61,834.47
National Network of Grantmaker	75.00	0.00
Nationwide Papers	56.97	97.86
Neinas, Caryl	71.20	0.00
New England Lure Service	258.00	189.50
New Orleans Fair Grounds	1,005.31	0.00
New York Racing Association	7,373.48	5,465.96
NHAC	3,570.00	0.00
Oak Tree Racing Association	38,043.87	0.00
Oaklawn Jockey Club	246,949.91	246,590.14
Orange Park Kennel Club	0.00	66,339.18
Oxygen Service Co.	14.44	0.00
Pacific Bell	271.23	114.74
Panza, Martin	3,161.22	0.00
Paper Direct, Inc.	199.95	0.00
Parra's Tool	21.37	0.00
Parts Company of America	332.90	0.00
Payless Cashways, Inc.	422.77	49.87
Phoenix Office Products, Inc.	150.83	0.00
Pico Publishing	0.00	81.00
Pinegate Apartments	3,975.00	0.00
Playter, Mike	20.00	0.00
Powerflow Systems, Inc.	46.00	0.00
Prairie Meadows	0.00	21,071.08

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Prepress Graphic Professionals	\$ 49.52	\$ 0.00
Printing Specialties, Inc.	0.00	20.00
R. Vickers Trucking, Inc.	1,287.27	1,041.70
Racing Assoc. of Kansas East	27,526.30	2,040.00
Reeves, Jeff	144.00	0.00
Remington Park, Inc.	112,537.45	53,516.87
River Downs Race Track	193.23	0.00
Riverside Software	420.31	0.00
Roark, Jim	19.80	0.00
Roberts Television Intl., Inc.	3,327.00	2,700.00
Rockingham Park	0.00	128.00
Roll Easy Door Company	501.14	0.00
Ross, Joe	48.00	0.00
Ruidoso Downs Racing, Inc.	16,699.86	0.00
S.D. Shelton Excavating, Inc.	1,320.00	0.00
Schooley	1,185.48	210.26
Secretary of State, St. of KS	1.00	0.00
See-More Signs Mfg., Inc.	398.22	298.13
Service One	177.85	0.00
Shackelford, Patricia	59.52	0.00
Shawnee Rock Co.	333.16	0.00
Soil & Plant Laboratory, Inc.	566.00	165.00
South Central Bell	147.73	88.22
Southland Greyhound Park	647,658.27	93,907.65
Spector Entertainment Group	2,055.00	1,090.75
Sport View Television Corp.	487,555.00	185,986.50
Sports Network Systems	0.00	750.00
Stancato, Mark	7,815.87	0.00
Steel Mfg. & Warehouse Co	650.69	0.00
Suffolk Downs Race Track	0.00	575.48
Sun Publications, Inc.	0.00	50.00
Tampa Bay Downs	422.52	542.61
Tandem Truck Service, Inc.	132.15	0.00
Tanner, Vickie	42.50	0.00
Taylor, Randy	0.00	20.00
Technical Support, Inc.	75.00	0.00
The Maryland Jockey Club, Inc.	7,240.90	7,698.56
Thistledown Racing Club, Inc.	0.00	343.80
Thoroughbred Times	59.00	0.00
Thurman Fuller & Don McLean	7,500.00	0.00
Tiffany Marble, Inc.	1,185.12	0.00
TRA	30.00	0.00
Track Tek, Inc.	2,399.81	0.00
Trinity Meadows	0.00	63.96
Trism	1,261.75	0.00
Tropical Park	1,303.35	31.32
True Center Gate Leasing, Inc.	15,121.90	0.00
Turf Paradise	25,615.78	26,158.48

<u>Vendor Name</u>	<u>1994 Amount</u>	<u>1995 Amount</u>
Turfway Park Racing Assoc., Inc.	\$ 1,194.42	\$ 1,513.61
U.S. Postmaster	0.00	96.00
Uhrich Locomotive Works	10,284.96	663.50
Ultra Chem, Inc.	999.55	891.91
UMKC	125.00	0.00
Unemployment Insurance Serv.	1,742.80	774.38
Uniforms to You	837.59	0.00
United Parcel Service	0.00	32.61
United Tote	748,286.39	274,255.17
United Way of Wyandotte	0.00	176.31
Universal Lubricants, Inc.	418.86	0.00
Universal Weather & Aviation	1,163.25	275.00
Varsity Sports	4,763.43	194.56
Victor Joseph Stauffer, Inc.	7,481.15	0.00
Victory Silks & Tack	810.00	0.00
Voice Tech	0.00	294.84
W.W.Grainger	2,484.96	337.95
Warren Express	504.90	0.00
Warren Transport, Inc.	504.90	0.00
Wayne Paper	25.91	0.00
Western Auto Store	78.55	0.00
White M.D., James R.	20.00	0.00
Woodbine Racing Assoc.	470.95	0.00
Young, Lolita	0.00	11.50
Zep Manufacturing	968.99	0.00
Zornes, Ernest E.	18.60	0.00
<b>Total</b>	<b>\$4,592,257.22</b>	<b>\$2,009,539.64</b>



## **APPENDIX D**

### **Agency Responses**

On September 14 we provided copies of the draft audit report to The Woodlands. The responses from Sunflower Racing and TRAK East are included in this appendix.