Colorado Limited Gaming Control Commission

Minutes of Public Session
January 20, 2011

Public Session

I. Call to Order

The January 20, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Meyer Saltzman at approximately 9:32 a.m. at the Division of Gaming, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Phil Baca, Larry Gaddis, Debbie Jessup and Florence Hunt were present, and a quorum existed.

Officials & Administrators in Attendance
Meyer Saltzman, Chairman
Phil Baca, Vice-Chairman
Larry Gaddis, Commissioner
Debbie Jessup, Commissioner
Florence Hunt, Commissioner
Ceri Williams, Assistant Attorney General
Matt Cook, Senior Director
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

Public Session (reconvened)

II. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current issues and statistics in the gaming towns and new legislation which could impact the gaming industry.

III. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented the Findings, Conclusions and Order in Case No. SC 10-15, In the Matter of John Charles Abbey, Support License No. 22122, and the Orders to Show Cause in Case No. SC 10-19, In the Matter of Angela M. Cardenas, Support License No. 37181 and Case No. SC 11-01, In the Matter of Alfredo David Esparza, Support License No. 37494.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

IV. Consideration of Amendments to Colorado Gaming Regulations, Rule 10 – Rules of Poker

The Commission voted unanimously to open the hearings on proposed changes to Colorado Limited Gaming Regulations, Rule 10. Mr. Hank Hasler, Supervisory Investigator with the Division of Gaming, presented the proposed amendments.

The public was given an opportunity to address the Commission on the proposed amendments, no one came forward.

The Commission voted unanimously to close the hearing and to amend the following Colorado Limited Gaming Regulations, as presented:

47.1-1003 – Types of Poker Authorized
47.1-1017.43 – Paigow Poker
47.1-1017.44 – Crazy 4 Poker
47.1-1017.45 – High Five Poker
47.1-1017.46 – Mississippi Stud
47.1-1017.47 – Ultimate Texas Hold 'Em

V. Consideration of Amendments to Colorado Gaming Regulations, Rule 21 – Rules of Blackjack-Poker Combination Games

The Commission voted unanimously to open the hearings on proposed changes to Colorado Limited Gaming Regulations, Rule 21. Mr. Hank Hasler, Supervisory Investigator with the Division of Gaming, presented the proposed amendments.

The public was given an opportunity to address the Commission on the proposed amendments, no one came forward.

The Commission voted unanimously to close the hearing and to amend Colorado Limited Gaming Regulation 47.1-2105 – Blackjack Switch, as presented.

VI. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the fifth (5) month ending November 30, 2010.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

VII. Consideration of Organizational Matters

The Minutes of the December 16, 2010 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell, Director, introduced a new employee to the Division of Gaming, Mr. Kelly Householder, who accepted a position as an auditor in the Cripple Creek office. Mr. Kammerzell

also apprised the Commission that Don Burmania, Director of Communications, accepted a position as the Director of the Colorado Division of Racing. Don will be greatly missed by the Division of Gaming.

Approval of Property Ownership:
The Commission voted unanimously to approve the ownership of Division of Gaming employees who own private property in Gilpin or Teller counties, pursuant to C.R.S.§ 12-47.1-401 (1) (b) for residential purposes.

Executive Session
The Commission voted unanimously to go into executive session pursuant to sections 12-47.1-522(1)(a) and (b), 24-6-402(3)(a)(III), and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming and the Colorado Bureau of Investigation.

Public Session (reconvened)

VIII. Approval of Licensing Actions
The Commission voted unanimously to issue the First Retail License for Luna Gaming Central City, LLC d/b/a Fortune Valley Hotel and Casino. The license shall expire two years from the date of its issuance and shall be subject to the Standard Conditions applicable for a retail licensee.

The Commission voted unanimously to issue the First Manufacturer/Distributor and Operator license for Konami Gaming, Inc. and the First Manufacturer/Distributor license for Financial Equipment Company, Inc. The licenses shall expire two years from the date of their issuance.

Mr. Tom Celani, CEO, Luna Gaming, came forward to thank the Commission for the license issuance and to thank the Division staff for their thorough and professional work during the background investigation.

Mr. Thomas Jingoli, Vice President and Compliance Director, Komani Gaming, Inc., came forward to thank the Commission for the license issuance and to thank the Division staff for their thorough and professional work during on the background investigation.

Adjournment – The meeting was adjourned at approximately 11:22 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
February 17, 2011

Public Session

I. Call to Order

The February 17, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Meyer Saltzman at approximately 9:32 a.m. at the Division of Gaming, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Phil Baca, Larry Gaddis, Debbie Jessup and Florence Hunt were present, and a quorum existed.

Officials & Administrators in Attendance
Meyer Saltzman, Chairman
Phil Baca, Vice-Chairman
Larry Gaddis, Commissioner
Debbie Jessup, Commissioner
Florence Hunt, Commissioner
John Lizza, First Assistant Attorney General
Ceri Williams, Assistant Attorney General
Matt Cook, Senior Director
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Geri Clerkin, Chief Auditor
Shane Gendron, Accountant
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

Public Session

II. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current issues and statistics in the gaming towns and new legislation which could impact the gaming industry.

III. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented the Findings, Conclusions and Order in Case No. SC 10-16, In the Matter of Laurie L. Crevier, Support License No. 35975, the Orders to Show Cause in Case No. SC 11-02, In the Matter of Behailu Tezera Woldu, Support License No. 35562, Case No. SC 11-04, In the Matter of Christine Marie Wright, Support License No. 37981,

Case No. SC 11-07, In the Matter of Steven Matthew Olds, Support License No. 36547 and Case No. SC 11-09, In the Matter of Shawn D. Hulet, Support License No. 36813.

Ms. Williams also presented the Orders of Summary Suspension in Case No. OSS 11-01, In the Matter of Michael R. Gonzalez, Support License No. 36661 and Case No. OSS 11-02, In the Matter of Maria Isabel Johnson, Support License No. 37379.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

IV. Consideration of Amendments to Colorado Gaming Regulations, Rule 24 – Limited Gaming Fund

Regulation 47.1-2405

John Lizza opened the discussion on the proposed amendments, stating that the Commission had before them two alternate rule amendments being proposed, one by the Division and one by Gilpin County and outlined the procedural history leading to this point. Mr. Lizza then turned the floor over to Chairman Saltzman to facilitate the deliberation process of the Commission.

Chairman Saltzman called on each individual Commissioner to state and then explain their decision. Commissioner Hunt abstained from voting stating that because she was not present at the October meeting when most testimony was heard, she did not feel comfortable casting a vote.

The Commission voted unanimously to amend the Colorado Limited Gaming Regulations, Rule 24, 47.1-2405 as presented by the Division of Gaming.

Regulation 47.1-2403

Regulation 47.1-2403 was adopted by the Commission in October 2010 and needed to be re-adopted along with 47.1-2405 because it was electronically noticed with that regulation.

The Commission voted unanimously to re-adopt the amendments to the Colorado Limited Gaming Regulations, Rule 24, 47.1-2403 as presented.

V. Division Financial Statement

Shane Gendron, Accountant, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the sixth (6) month ending December 31, 2010.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

VI. Consideration of Organizational Matters

The Minutes of the January 20, 2011 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Senior Director Matt Cook explained that Roxy Huber, Executive Director of the Department of Revenue, has been reappointed on an interim basis until June 30, 2011. He also gave an update on the most recent budget cuts from the Governor's budget plan. The General Fund will see reductions in its personal services and operating lines by 2% at this time.

Ron Kammerzell, Director, explained two bills which were introduced this legislative session that directly affect Gaming. The first, Senate Bill 159 would simply clean up language to Section 701 in the Gaming Act. The second, Senate Bill 51, would add an additional layer to the current Gambling Intercept Program (GIP) by adding the screening of State Debt, which is any state certified debt in collection at the Department of Personnel and Administration.

Commissioner Jessup inquired about budget cuts. Mr. Kammerzell explained that Governor Hickenloopers' budget plan will impact state employees, in that an additional 2% of the State contribution to PERA will be paid by the employee beginning in the next fiscal year. Operationally there will be a decrease of 1 ½ % in the Division's personal services budget for the next fiscal year. Additional adjustments could be made depending on future revenue forecasts.

Executive Session

The Commission voted unanimously to go into executive session pursuant to sections 24-6-402(3)(a)(III), 2-3-107(2)(a), 12-47.1-522(1)(a) and (b), and 12-47.1-527(1) of the Colorado Revised Statutes to discuss confidential information with representatives from the Colorado Office of the State Auditor, to review confidential reports from the Division of Gaming and the Colorado Bureau of Investigation, and to review a patron's request for confidential information.

Public Session (reconvened)

VII. Approval of Licensing Actions

The Commission voted unanimously to issue the renewal of the Manufacturer/Distributor and Operator license of Spielo Manufacturing, ULC and Atronic Americas, LLC. The license renewals for two years shall expire February 28, 2013 to coincide with the Manufacturer/Distributor and Operator license expiration of Spielo Manufacturing, ULC.

VIII. Consideration of Release of Confidential Information

The Commission voted unanimously to release certain requested confidential information, only to the party in interest or such party's attorney, subject to a protective order against further release or dissemination to any third party.

Adjournment – The meeting was adjourned at approximately 11:23 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
March 17, 2011

Public Session

I. Call to Order

The March 17, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Meyer Saltzman at approximately 9:31 a.m. at the Division of Gaming, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Larry Gaddis and Florence Hunt were present, and a quorum existed. Commissioners Baca and Jessup were excused for good cause.

Officials & Administrators in Attendance
Meyer Saltzman, Chairman
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Ceri Williams, Assistant Attorney General
Matt Cook, Senior Director
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Geri Clerkin, Chief Auditor
Shane Gendron, Accountant
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Chris Hartman, Supervisory Investigator
Hank Hasler, Supervisory Investigator
Wendy Spaulding, Secretary to the Commission

Public Session

II. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current issues and statistics in the gaming towns and the status of legislation which could impact the gaming industry.

III. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented proposed Findings, Conclusions and Orders in Case No. SC 10-19, In the Matter of Angela M. Cardenas, Support License No. 37181, and Case No. SC 11-01, In the Matter of Alfredo David Esparza, Support License No. 37494, and the Order to Show Cause in Case No. SC 11-08, In the Matter of Alan S. Goldberg, Support License No. 14827.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

IV. Consideration of Amendments to Colorado Gaming Regulations, Rules 3, 8, 10 and 21

The Commission voted unanimously to open the hearings on proposed changes to Colorado Limited Gaming Regulations, Rules 3, 8, 10 and 21. Mr. Hank Hasler, Supervisory Investigator with the Division of Gaming, presented the proposed amendments.

The public was given an opportunity to address the Commission on the proposed amendments; no one came forward.

The Commission voted unanimously to close the hearings and to amend the following Colorado Limited Gaming Regulations, as presented:

47.1-325 – Approval and Field Trials
47.1-834.9 – Buffalo Blackjack Bonus
47.1-1002 – Definitions for Poker for "chopping of the blinds"
47.1-1017.48 – Three Card Split
47.1-1034 – Award of Pot
47.1-2106 – Ante Up 21

V. Consideration of Amendments to Colorado Gaming Regulations, Rule 12

The Commission voted unanimously to open the hearings on proposed changes to Colorado Limited Gaming Regulations, Rule 12. Mr. Lad Sullivan, Agent in Charge, Central City, presented the proposed amendments.

The public was given an opportunity to address the Commission on the proposed amendments; no one came forward.

The Commission voted unanimously to close the hearings and to amend Colorado Limited Gaming Regulation 47.1-1256 – Slot Machine Awards, as presented.

VI. Division Financial Statement

Shane Gendron, Accountant, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the seventh (7) month ending January 31, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

VII. Consideration of Organizational Matters

The Minutes of the February 17, 2011 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Senior Director Matt Cook apprised the Commission that Tim Weber resigned his position as Deputy Director and accepted the position as the Director of the Hearings Division, Department of Revenue.

Ron Kammerzell, Director, announced that Commissioner Debbie Jessup attended her Commission Confirmation Hearing before the Senate Finance Committee on March 15. The confirmation was passed unanimously and will go to the Senate Floor for approval.

Two new employees were hired with the Division, a background investigator in the Golden office and an auditor in the Cripple Creek office. Both will be introduced at the next meeting

The Division is in the early stages of developing rules and regulations and new ICMPs for Cashless Gaming in Colorado.

The Director gave an update on the continued audit of the Division.

Executive Session

The Commission voted unanimously to go into executive session pursuant to sections 12-47.1-522(1)(a), 24-6-402(3)(a)(III) and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming and the Colorado Bureau of Investigation.

Public Session (reconvened)

VIII. Approval of Licensing Actions

The Commission voted unanimously to issue the renewal of the Retail Licenses for: Penn Bullwhackers, Inc. d/b/a Bullwhackers Casino, Century Casinos Cripple Creek, Inc. d/b/a Century Casinos, WMCK Acquisition Corp. d/b/a Century Casino Cripple Creek, CC Tollgate, LLC d/b/a Century Casino, Pioneer Group, Inc. d/b/a Bronco Billy's Sports Bar & Casino, Pioneer Group, Inc. d/b/a Buffalo Billy's Casino, Pioneer Group, Inc. d/b/a Billy's Casino, and the renewal of the Manufacturer/Distributor license of Penn Bullwhackers, Inc. d/b/a Bullwhackers Casino.

The license renewals shall expire two years from the date of their current expiration. Representatives from Penn Bullwhackers and Century

Mr. Michael Rosenbaum, General Manager, Century Casinos and Ms. Robin Petrie, representative of Penn Bullwhackers, Inc., came forward to thank the Commission for its approval of their license renewals.

Adjournment – The meeting was adjourned at approximately 10:58 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
April 21, 2011

Public Session

I. Call to Order

The April 21, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Meyer Saltzman at approximately 9:33 a.m. at the Division of Gaming, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Phil Baca, Florence Hunt and Debbie Jessup were present, and a quorum existed. Commissioner Gaddis was excused for good cause.

Officials & Administrators in Attendance
Meyer Saltzman, Chairman
Phil Baca, Vice Chairman
Florence Hunt, Commissioner
Debbie Jessup, Commissioner
Ceri Williams, Assistant Attorney General
Matt Cook, Senior Director
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

Public Session

II. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current issues and statistics in the gaming towns and the status of legislation which could impact the gaming industry.

III. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented proposed Orders to Show Cause in Case #SC 11-11, In the Matter of Deborah Dawn Burge, Support License #37943, Case #SC 11-12, In the Matter of Christie Ann Noke, Support License #38804, Orders of Summary Suspensions in Case #OSS 11-05, In the Matter of Cynthia G. Hauser, Support License #20543, Case #OSS 11-06, In the Matter of Gregory T. Mastin, Support License #00793, the Findings, Conclusions and Orders in Case #SC 11-02, In the Matter of Behailu Tezera Woldu, Support License #35562,

Case #SC 11-04, In the Matter of Christine Marie Wright, Support License #37981 and Case #SC 11-09, In the Matter of Shawn D. Hulet, Support License #36813.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

Ms. Williams explained that in Case #SC 11-07, In the Matter of Steven Matthew Olds, Support License #36813, the respondent had contacted the Division to resolve the matter by stipulation which will be presented at the next Commission meeting for consideration.

IV. Fiscal Year 2012 Budget Requests

Clay Brown, Regional Manager and Bret Hillberry, Program Administrator, presented the FY2012 budget request in the amount of $158,103, for the *Local Government Limited Gaming Impact Fund*, which is located within the Colorado Department of Local Affairs. The Commission voted unanimously to approve the request.

Jim Davis, Executive Director of the *Colorado Department of Public Safety*, and Terri Anderle, Budget Analyst, presented an overview of the budget requests for the three CDPS divisions that receive gaming funds.

- *Colorado Bureau of Investigation* – Ron Sloan, Director, presented the CBI budget request for FY 2012 in the amount of $854,537. The Commission voted unanimously to approve the request.

- *Colorado State Patrol* – Chief Wolfinbarger presented the State Patrol's FY 2012 budget request of $2,512,740 and also provided detailed statistics concerning CSPS activities in the gaming areas. The Commission voted unanimously to approve the request.

- *Division of Fire Safety* – Kevin Klein, Director, presented Fire Safety's FY 2012 budget request of $181,618. The Commission voted unanimously to approve the request.

Jill Vaughan, Budget Director of the Enforcement Line of Business of the Colorado Department of Revenue, presented the FY 2012 budget request of the *Division of Gaming* in the amount of $9,813,961. The Commission voted unanimously to approve the request.

V. Rulemaking Hearing on Colorado Gaming Regulation 4701-1401, Gaming Tax

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Gaming Regulation 47.1-1401, Gaming Tax. Brenda Davis, Director of Administration, presented an overview of the methodology used in the process of setting tax rates for each fiscal year. In April, tax hearings are held to receive projections of the costs related to gaming from the State Judicial Department, the Department of Public Health and Environment, and the State Historical Society. The entities scheduled to provide testimony in May include the Cities of Black Hawk, Central and Cripple Creek, Gilpin and Teller Counties, the Colorado Gaming Association, Anton Collins Mitchell (contract CPA firm) and the Division of Gaming. Public comment is allowed following the scheduled testimony at each meeting.

The following presentations were then made:

- *Colorado State Judicial Branch* – Brenda Davis provided the Commission with a letter from the Office of the State Court Administrator, which contained projections for FY 2012 costs related to the impacts of legalized gaming. The impacts involve the workload of court clerks and county court judgeships in Gilpin and Teller Counties.

- *Colorado Department of Public Health and Environment* – Ms. Davis provided a letter from CDPHE containing projected costs for the Air Quality Control Division, the Consumer Protection Division and the Water Quality Control Division.

- *Colorado Historical Society* - Steve Turner, Director of the State Historical Fund Grants Program, presented an overview of projects that are funded by gaming revenue.

- *Public Testimony* – The public was given an opportunity to address the Commission on proposed amendments to Regulation 47.1-1401. Mr. Michael Smith came forward to request the Commission consider a tax decrease in the tiers or a moratorium on retail licenses issued.

The Commission voted unanimously to close and continue the hearings on May 19, 2011.

VI. Consideration of Supplemental Budget Request for FY 2011

Cindy Raiolo, Budget Analyst for the Division of Gaming, presented a supplemental budget request for FY 2011 which will decrease the overall budget by $8,652. The Commission voted unanimously to approve the supplemental budget request.

VII. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the seventh (8) month ending February 28, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

VIII. Consideration of Organizational Matters

The Minutes of the March 17, 2011 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell, Director, updated the Commission on Legislative Bills SB 51, to expand the Gambling Payment Intercept Program to include all State debt, and SB 233, a bill which would allow VLT machines in racing establishments.

Mr. Kammerzell then introduced Jessra Ogden, a new auditor in the Cripple Creek office, and gave an update on vacancies within the Division.

Executive Session

The Commission voted unanimously to go into executive session pursuant to sections 12-47.1-522(1)(a), 24-6-402(3)(a)(III) and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming and the Colorado Bureau of Investigation.

Public Session (reconvened)

IX. Approval of Licensing Actions

The Commission voted unanimously to issue the renewal of the Retail Licenses for Ed & Shirley's, Inc. d/b/a The Wild Card Saloon, Shirley & Ed's, Inc. d/b/a Black Hawk Station, Black Hawk/Jacobs Entertainment, LLC d/b/a The Lodge Casino at Black Hawk and the Gilpin Hotel Venture d/b/a The Gilpin Hotel Casino, Ltd, the renewal of the Manufacturer/Distributor License for Black Hawk/Jacobs Entertainment, LLC d/b/a The Lodge Casino at Black Hawk, and the Change of Ownership for the Retail License of CC Gaming, LLC d/b/a Johnny Z's Casino.

The license renewals shall expire two years from the date of their current expiration.

Mr. Steve Rourk, President, Jacobs Entertainment, and Mr. Ed Smith, Owner, Wild Card Saloon and Black Hawk Station, came forward to thank the Commission for its approval of their license renewals.

Adjournment – The meeting was adjourned at approximately 12:36 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
May 19, 2011

Public Session

I. Call to Order

The May 19, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Meyer Saltzman at approximately 9:30 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, #135, Golden Colorado. Commissioners Phil Baca, Larry Gaddis and Florence Hunt were present, and a quorum existed. Commissioner Debbie Jessup was excused for good cause.

Officials & Administrators in Attendance
Meyer Saltzman, Commission Chair
Phil Baca, Vice-Chair
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Matt Cook, Senior Director, Enforcement
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Ceri Williams, Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

II. Opportunity for the Public to Address the Commission

The Chair extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current statistics in the gaming towns and legislative action that was taken on bills impacting the gaming industry.

III. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented the Order of Summary Suspension in Case No. OSS 11-03, In the Matter of Matthew Ray Thompson, Support License #39350 and the Stipulation and Agreement in Case No. SC 11-07, In the Matter of Steven Matthew Olds, Support License #36547.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

IV. Consideration of Supplemental Budget Request for FY 2011

Cindy Raiolo, Budget Analyst, presented a request to decrease the Division of Gaming's overall budget for Fiscal Year 2011 by $118.

The Commission voted unanimously to approve the supplemental budget request.

V. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the nine (9) months ending March 31, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

VI. Continuation of Hearings for Proposed Amendments to Rule 1401, Gaming Tax

The Commission voted unanimously to re-open the hearings on proposed amendments to Colorado Gaming Regulation 47.1-1401, Gaming Tax. Representatives of the cities and counties impacted by gaming provided the following information which was admitted into the rulemaking record:

Central City – An annual report was provided by the City of Central, however a representative from the city was not present. In its report, the City urged the Commission to consider reducing the tax rates to promote a healthy gaming environment, encourage new investments and capital reinvestments of existing properties. This would promote greater economic benefits to the casinos of Central City and therefore, the City itself.

Black Hawk – Brenda Davis, Director of Administration for the Division of Gaming, presented a report from the City of Black Hawk as a representative from the city was not available to present the information. In its report, the City of Black Hawk requested the Commission reduce tax rates on the gaming industry for the purpose of increasing casino profitability and thereby encouraging reinvestment and attracting new development opportunities.

Cripple Creek – Paul Harris, Finance Director, presented Cripple Creek's annual report and explained that the Cripple Creek community is not fairing as well as other gaming communities and has shown a significant decline, with no overall growth since 2004. Mr. Harris stated that the City Counsel did not take a stance on the gaming tax rate.

Gilpin County – County Commissioner Buddy Schmalz presented Gilpin County's annual report and stated that Gilpin County supports maintaining the current tax structure to help keep stability within the industry and the county.

Teller County – County Commissioner Jim Ignatius presented Teller County's annual report and discussed the two different revenue streams from Gaming; the direct distribution and the competitive grant funds through the Limited Gaming Impact program. The Commissioner stated that Teller County agrees with lowering the tax rate to add more competitiveness to the industry.

Additional presentations were made by the following:

Anton Collins Mitchell LLP – Stacey Hekkert, Audit Partner, and Kristen Holthus, CPA, presented an overview of the Colorado gaming industry performance, gaming industry trends and compared the net revenues of the six tax tiers. Information was also provided regarding other components by tax tier

including, AGP by device, average EBITDA, operating, payroll and marketing expenses and device fees.

Department of Revenue – Jill Vaughan, Budget Director and Cindy Raiolo, Budget Analyst, presented the Division of Gaming's FY 2012 revenue projections. The estimated FY 2011 revenue projections are based on 9 months of actual data and 3 months of projected data for the balance of the year. Total AGP is estimated to be just over $744 million, with estimated total tax revenue of $103 million. The FY 2012 revenues are expected to increase 2.5% over FY 2011 with $741 million of AGP and a 1.4% tax revenue increase or $104 million. Four to five new casinos are slated to open in FY 2012, which may increase projected amounts.

Colorado Gaming Association (CGA) – Mark Grueskin, Legal Counsel, Michael Smith, President and Dr. Fred Crowley, Consultant for the Colorado Gaming Association, each presented a portion of the association's proposed tax rate modifications. Dr. Crowley completed a study on the Colorado gaming industry, and testified as to the positive impact the Colorado gaming industry has had in the State of Colorado. He discussed the risk and return and that his regression analysis concluded that the prevailing rate of return for the gaming industry in Colorado was not in line with the associated risk. Mr. Grueskin presented the CGA's request for reducing current gaming tax rates by 10% in each tier. Mr. Grueskin also proposed rule changes regarding the tax treatment of promotional expenses, the taxing of manufacturers/participation interests, and the timing for the deduction of TITO tickets for tax purposes. Mr. Smith stated that the Colorado gaming industry is struggling, and the proposed rate reduction and other proposed rule changes presented by Mr. Grueskin would provide the industry some relief.

Public Testimony
Members of the public were given the opportunity to testify regarding gaming taxes. Mr. Mark Superka, Budget Director, Colorado Community College System came forward. He stated they support maintaining the existing tax structure as Community Colleges have experienced over 20% in cuts to state appropriations while managing a 1/3 increase in enrollment in resident students.

Certifications
The Commission certified that the following continuation budget requests for fiscal year 2012 were being considered by the Commission in setting the gaming tax rate beginning July 1, 2011: Department of Local Affairs, Colorado Bureau of Investigation, Colorado State Patrol, Colorado Division of Fire and Safety and the Colorado Division of Gaming. The Commission certified that certain state agency program impacts were being considered by the Commission in setting the gaming tax rate starting July 1, 2011, and were deemed to be gaming-related.

Executive Session

The Commission voted unanimously to go into Executive Session pursuant to sections 24-6-402(3)(a)(II) and (III) and 12-47.1-527(1)(a) of the Colorado Revised Statutes to review confidential information related to gaming taxes of individual casinos, including reports from Anton Collins Mitchell LLP, the Division of Gaming and two casino licensees with proprietary information specific to their operations, and to receive legal advice, if necessary.

Public Session (reconvened)
The Public Session reconvened at approximately 1:24 p.m.

Ron Kammerzell, Director, testified concerning the rule proposals made by CGA regarding promotional expenses, manufacturer/distributor/participation interests and TITO tickets. He stated adequate time for the Division and industry to review the impacts of the changes would be prudent before the Commission could make an informed decision on the matter.

Mr. Mark Grueskin, CGA, came forward to ask for acknowledgement that this issue not be bound by 47.1-1401 and stated CGA would like to consider submitting a petition for rulemaking in the future.

At the Commission's request, the Division of Gaming provided information that included tax rates for other gaming jurisdictions and tax scenarios for a 10% reduction in all tiers as proposed by the CGA, a 10% reduction in Tiers 5 and 6 and a 10% reduction in tier 6 only.

The Commission voted unanimously to close the hearings on proposed amendments to Colorado Gaming Regulation 47.1-1401, Gaming Tax. The Commission deliberated on the information and testimony it had received in April and May from the various state and local agencies, the testimony presented by the Colorado Gaming Association, and information received from Anton Collins Mitchell LLC regarding the current state of affairs in the Colorado gaming industry. Each Commissioner expressed his/her thoughts and considerations of the issue.

The Commission voted unanimously to reduce the gaming tax rate by 5% in each of the six tiers.

VII. Consideration of Organizational Matters
Approval of Minutes – Minutes of the April 21, 2011, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell – Director Ron Kammerzell introduced Melissa Rutter, a new Criminal Investigator in the background unit. Before coming to the Division, Ms. Rutter was a Parole Officer. Director Kammerzell advised the Commission that Gilpin County and the Board of County Commissioners filed legal action challenging the recent changes to Rule 24 and the definition of gaming revenues as used in the Constitution. He also updated the Commission on the status of the performance audit and that the Division received notification from DORA that it is scheduled for a Sunset Review this fall.

Executive Session
The Commission voted unanimously to go into executive session pursuant to sections 12-47.1-522(1)(b), 24-6-402(3)(a)(III), and 12-47.1-527(1)(a) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming and the Colorado Bureau of Investigation.

Public Session (Reconvened)

Adjournment – The meeting was adjourned at approximately 2:29 p.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission
Special Meeting

Minutes of Public Session
June 6, 2011

I. Call to Order

The June 6, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Meyer Saltzman at approximately 9:01 a.m. at the Division of Gaming, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Phil Baca, Larry Gaddis, Florence Hunt and Debbie Jessup were present, and a quorum existed.

Chairman Saltzman relinquished the Chair to Vice-Chair Phil Baca to run the meeting due to the logistics of conducting the meeting by telephone.

Officials & Administrators in Attendance
Meyer Saltzman, Chairman via telephone
Phil Baca, Vice Chairman
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Debbie Jessup, Commissioner
Ceri Williams, Assistant Attorney General
Matt Cook, Senior Director
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Wendy Spaulding, Secretary to the Commission

II. Consideration of the May 27, 2011 requests submitted by the Colorado Historical Society and the Colorado Community College System concerning the May 19, 2011 amendments to Colorado Gaming Regulation 47.1-1401, Gaming Taxes.

Ed Nichols, President and CEO, History Colorado, and Steve Turner, Director, State Historical Fund, presented additional information regarding the impact the 5% tax reduction will have on the operations of the historical society projecting a decrease of approximately $1,000,000.

Mr. Mark Superka, Budget Director, Colorado Community College System, presented information regarding the impact the 5% reduction will have on the Colorado Community College system, including staffing and scholarships.

Each Commissioner explained his/her stance and reason for the decision he/she made regarding the gaming tax reduction.

The Commission voted unanimously not to reopen the hearings to reconsider the May 19, 2011 amendments to Colorado Gaming Regulation 47.1-1401, Gaming Taxes.

Adjournment – The meeting was adjourned at approximately 9:30 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
June 23, 2011

Public Session

I. Call to Order

The June 23, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Meyer Saltzman at approximately 9:30 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Phil Baca and Debbie Jessup were present, and a quorum existed. Commissioners Gaddis and Hunt were excused for good cause.

Officials & Administrators in Attendance
Meyer Saltzman, Commission Chair
Phil Baca, Vice-Chair
Debbie Jessup, Commissioner
Matt Cook, Senior Director, Enforcement
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
John Lizza, Conflicts Counsel
Ceri Williams, Senior Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Chris Hartman, Supervisory Investigator
Wendy Spaulding, Secretary to the Commission

Public Session (reconvened)

II. Opportunity for the Public to Address the Commission

The Chair extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current statistics in the gaming towns and addressed recent press coverage regarding the gaming industry.

III. Consideration of Disciplinary Actions

Ceri Williams, Senior Assistant Attorney General, presented the Amended Order to Show Cause in Case No. SC 11-07, In the Matter of Steven Matthew Olds, Support License #36547 and an Order to Show Cause in Case No. SC 11-18, In the Matter of Candice L. Stevens, Support License #32491. Ms. Williams also presented Orders of Summary Suspension in Case No. OSS 11-07, In the Matter of Robert V. Rundo, Support License #27729, Case No. OSS 11-08, In the Matter of Yumei Chen, Support License #36550 and Case No. OSS 11-09, In the Matter of Yuhua Chen, Support License #36720. Ms. Williams also presented the proposed Findings, Conclusions and Orders revoking the support licenses in Case No. SC 11-11, In the Matter of Deborah Dawn Burge, Support License #37943 and Case No. SC 11-12, In the Matter of Christie Ann Noke, Support License #38804.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

IV. Consideration of Colorado Gaming Rule 3 – Applications, Investigations and Licensure

Jill Vaughan, Budget Director and Cindy Raiolo, Budget Analyst, presented proposed amendments to Colorado Limited Gaming Regulation 47.1-305, to change the investigation fee from the current rate of $63.00 per hour to a rate of $65.00, effective July 1, 2011.

The Commission voted unanimously to approve the amendments to Gaming Rule 3 and to authorize the Chairman to sign the resolution concerning emergency amendments to Colorado Limited Gaming Regulation 47.1-305, Investigation fees.

V. Consideration of Supplemental Budget Request FY11

Cindy Raiolo, Budget Analyst, presented the supplemental budget request which would decrease the Division's overall budget by $1,000 for Fiscal Year 2011.

The Commission voted unanimously to approve the supplemental budget request.

VI. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the ten (10) months ending April 30, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

VII. Consideration of Organizational Matters

Approval of Minutes – Minutes of the May 19 and June 6, 2011, Public Sessions of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Matt Cook – Mr. Cook explained that this was his last Commission meeting as he is retiring from the State of Colorado at the end of June. He conveyed to the Commission that it had been a pleasure supporting the Commission and stated this Commission was one of the most engaged, professional Commissions with which he has worked.

Ron Kammerzell – Director Kammerzell introduced the newest employee with the Division of Gaming, Cameron Lewis, Public Information Officer, formerly with the Department of Regulatory Agencies and the Division of Wildlife.

He thanked Matt Cook for all his support and leadership throughout the last four years and also thanked Chairman Saltzman for the leadership, dedication and hours he has spent in serving the Commission and the Division of Gaming.

Executive Session

The Commission voted unanimously to go into executive session pursuant to sections 24-6-402(3)(a)(III), 2-3-107(2)(a), 12-47.1-522(1)(a) and (b), and 12-47.1-527(1) of the Colorado Revised Statutes to discuss confidential information with representatives from the Colorado Office of the State Auditor, to review confidential reports from the Division of Gaming and the Colorado Bureau of Investigation.

Public Session

VIII. Approval of Licensing Actions

The Commission voted unanimously to issue the renewal of the Retail Licenses for Casino Holdings, Inc. d/b/a Brass Ass Casino, Holland Ventures, Inc. d/b/a J.P. McGill's Hotel & Casino and the Midnight Rose Hotel & Casino, Inc. d/b/a Midnight Rose Hotel & Casino and to renew the Manufacturer/Distributor license of Midnight Rose Hotel & Casino, Inc. d/b/a Midnight Rose Hotel.

The licenses shall expire two years from the date of their current expirations.

The Commission voted unanimously to issue the first Retail Licenses for Sasquatch Casino, LLC d/b/a Sasquatch Casino and Big Jim's Gambling Hall and Saloon, LLC d/b/a Big Jim's Casino.

The licenses shall be subject to the Standard Conditions applicable for a retail license and shall expire two years from the date of their issuance.

IX. Consideration of waiver of attorney-client privilege regarding counsel provided by the Attorney General's Office regarding Colorado Gaming Regulation 47.1-1401, Gaming Tax

Executive Session

The Chairman called for a motion to go into executive session pursuant to section 24-6-402(3) (a) (II) of the Colorado Revised Statutes to receive legal advice.

Public Session (Reconvened)

The Commission voted unanimously to approve the waiver of attorney-client privilege regarding past advice provided by the Attorney General's Office regarding Colorado Gaming Regulation 47.1-1401, Gaming Tax.

Ed and Shirley Smith, Owners, Sasquatch Casino, came forward to thank the Commission for the approval of their retail license.

Jim Druck, Joel Tippens, Kirk Saylor and Steven Gallaway with Big Jim's Casino came forward to thank the Commission for the approval of the retail license.

Tom Teetsdale, General Manager, Bullwhackers Casino, thanked the Commission for the approval of the license for Sasquatch Casino, stating it is nice to have a new neighbor on their side of town.

Adjournment – The meeting was adjourned at approximately 11:33 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
July 21, 2011

Public Session

I. Call to Order

The July 21, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Commissioner Roger Hutson at approximately 9:35 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Douglas Darr, Jannine Mohr, Charles Murphy and Robert Webb were present, and a quorum existed.

Officials & Administrators in Attendance
Robert Webb, Chairman
Roger Hutson, Vice-Chairman
Douglas Darr, Commissioner
Jannine Mohr, Commissioner
Charles Murphy, Commissioner
Barbara Brohl, Executive Director, Department of Revenue
George Thomson, Senior Director, Enforcement
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
John Lizza, Conflicts Counsel
Ceri Williams, Senior Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

Public Session

II. Election of Commission Officers FY 2012

Ceri Williams, Senior Assistant Attorney General, conducted the election for Chair of the Colorado Limited Gaming Control Commission to serve through Fiscal Year 2012. Nominations for Chair were opened and Commissioner Hutson nominated Commissioner Webb for the position. There were no further nominations, and the nominations were closed. The Commissioners voted unanimously in favor of Commissioner Webb to serve as the Commission Chairman for Fiscal Year 2012.

Nominations for Vice-Chair were then opened and Commissioner Murphy nominated Commissioner Hutson for the position. There were no further nominations, and the nominations

were closed. The Commissioners voted unanimously in favor of Commissioner Hutson to serve as the Commission Vice-Chairman for Fiscal Year 2012.

III. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current and historic statistics in the gaming towns. He also encouraged the Commissioners to tour a casino including a back of the house tour when a Commission meeting is next held in the gaming towns.

Amber Bunch, Executive Director, Problem Gambling Coalition of Colorado, introduced herself to the Commission and stated that an open forum for the Self Exclusion Program was being held in Cripple Creek on July 29th.

IV. Consideration of Disciplinary Actions

Ceri Williams, Senior Assistant Attorney General, presented the Orders to Show Cause in Case No. SC 11-13, In the Matter of Ulysses Linan, Support License #38309 and Case No. SC 11-16, In the Matter of Terry A. Houk, Key License #04278, and the Stipulation and Agreement in Case No. SA 11-01, In the Matter of Red Dolly Casino, Retail License #07-18896-0001.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

V. Consideration of Colorado Gaming Regulation 47.1-1017.42, *The Play – Wild Card Draw Poker*

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Limited Gaming Regulations, Rule 10. Mr. Chris Moore, Supervisory Investigator with the Division of Gaming, presented the proposed amendments.

The public was given an opportunity to address the Commission on the proposed amendments; no one came forward.

The Commission voted unanimously to close the hearing and to amend Colorado Limited Gaming Regulation 47.1-1017.42 as presented.

VI. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the eleven (11) months ending May 31, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

VII. Consideration of Organizational Matters

Approval of Minutes – Minutes of the June 23, 2011 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Barbara Brohl, Executive Director, Department of Revenue, introduced herself and thanked the Commission for accepting their Commission appointments.

George Thomson, Senior Director, Enforcement Business Group, introduced himself and thanked Division staff for the time expended in delivering the new Commission orientation and thanked the Commission for its service to the State.

Ron Kammerzell, Director, Division of Gaming, gave an update on the performance audit currently being conducted on the Division and explained that the Division's annual financial statement audit recently began. The Division is also in the very early stages of its Sunset Review which will be conducted by the Department of Regulatory Agencies. He also explained that the second phase of the Gambling Intercept Program became effective July 1, which requires the casinos to screen for court-ordered criminal restitution. Lastly, he publicly welcomed the newly appointed Commissioners.

Executive Session

The Commission voted unanimously to go into executive session pursuant to sections 24-6-402(3)(a)(III), 12-47.1-522(1)(a), and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming.

Public Session (Reconvened)

VIII. Approval of Licensing Actions

The Commission voted to issue the renewals of the Manufacturer/Distributor and Operator licenses for IGT, Aristocrat Technologies, Inc. and Interblock USA L.C. Commissioner Murphy recused himself from voting on the license renewal of IGT.

The licenses shall expire two years from the date of their current expirations.

B.R. Lane, Regulatory Compliance Manager, IGT, Las Vegas, came forward to thank the Division for its work on IGT's license renewal and to thank the Commission for the approval of IGTs licenses.

Adjournment – The meeting was adjourned at approximately 10:45 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
August 25, 2011

Public Session

I. Call to Order

The August 25, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Robert Webb at approximately 9:37 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Douglas Darr, Roger Hutson and Jannine Mohr were present, and a quorum existed. Commissioner Chuck Murphy was excused for good cause.

Officials & Administrators in Attendance
Robert Webb, Chairman
Roger Hutson, Vice-Chairman
Douglas Darr, Commissioner
Jannine Mohr, Commissioner
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
John Lizza, Conflicts Counsel
Ceri Williams, Senior Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Golden
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

Public Session

II. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current statistics in the gaming towns. He also presented a check in the amount of $10,000 to Amber Bunch, Executive Director, Problem Gambling Coalition of Colorado, on behalf of the Colorado Gaming Association.

Roger Baker, Gilpin County Manager, came forward to address the Commission on Gilpin County's position on Regulation 47.1-2405 regarding the distribution of Limited Gaming Funds to cities and counties.

Paul Harris, Finance Manger, City of Cripple Creek, came forward to ask the Commission to consider grandfathering in contiguous casinos that currently exist when contemplating the contiguous and commonly owned casino license issue.

III. Consideration of Disciplinary Actions

Ceri Williams, Senior Assistant Attorney General, presented the Orders to Show Cause in Case No. SC 11-21, In the Matter of James Glen Wright, Support License #38223 and Case No. SC 11-22, In the Matter of Angela Antoinette Gonzales, Support License #38915, and the Findings, Conclusions and Order in Case No. SC 11-07, In the Matter of Steven Matthew Olds, Support License #36547 and Case No. 11-18, In the Matter of Candice L. Stevens, Support License #32491.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

IV. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the twelve (12) months ending June 30, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

V. Certification of Fiscal Year 2011 Distribution

Vickie Floyd, Controller, presented a Power Point presentation of the Fiscal Year 2011 distribution of the Limited Gaming Fund.

The Commission voted unanimously to certify the Fiscal Year 2011 distribution of the Limited Gaming Fund as presented by the Division. The following representatives were present to accept the distribution check: Shannon Flowers for City of Central, Roger Baker for Gilpin County and Paul Harris for City of Cripple Creek.

VI. Consideration of Organizational Matters

Approval of Minutes – Minutes of the July 21, 2011 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell, Director, Division of Gaming, explained that the industry has been interested in developing regulations regarding Cashless Wagering. The Division formed a committee which drafted rules and distributed them to manufacturers of the systems that can handle this type of wagering. An industry meeting will be held on September 6 at the Golden gaming office to discuss comments and suggestions in an open forum.

Commission meetings will be held in the gaming towns on September 15, 2011 in Cripple Creek and November 17, 2011 in Central City. The Commissioners stated they look forward to visiting the gaming towns and touring casino operations.

Mr. Kammerzell also advised that the Denver District Court dismissed the Gilpin County lawsuit against the Division and Commission for lack of subject matter jurisdiction.

Lastly, a discussion was had regarding regulatory issues that have been raised by the industry. Director Kammerzell will solicit comment from the industry and will brief the Commission on this information at the September meeting.

Executive Session

The Commission voted unanimously to go into executive session pursuant to sections 24-6-402(3)(a)(III), 12-47.1-522(1)(a) and (b) and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming, the Colorado Bureau of Investigation and to review confidential information concerning financial performance of individual casinos, including but not limited to adjusted gross proceeds reported, gaming taxes paid and the gaming tax impacts of commonly owned casinos.

Public Session (Reconvened)

The Chairman, on behalf of the Commission, requested the Division to commence rulemaking proceedings to review the issues of, the progressive tax rate structure as applied to commonly owned casinos and the reinstitution of state device fees. Rulemaking could take place at the October meeting at the earliest.

Adjournment – The meeting was adjourned at approximately 11:55 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
September 15, 2011

Public Session

I. Call to Order

The September 15, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Robert Webb at approximately 9:55 a.m. at the Division of Gaming office, 350 West Carr Avenue, Cripple Creek, Colorado. Commissioners Douglas Darr, Roger Hutson, Jannine Mohr and Chuck Murphy were present, and a quorum existed.

Officials & Administrators in Attendance
Robert Webb, Chairman
Roger Hutson, Vice-Chairman
Douglas Darr, Commissioner
Jannine Mohr, Commissioner
Chuck Murphy, Commissioner
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
John Lizza, Conflicts Counsel
Ceri Williams, Senior Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller, (telephonically)
Cameron Lewis, Public Information Officer
Flavio Quintana, Agent in Charge, Golden
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

Public Session

II. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Paul McGinn, a private citizen, came forward to address the Commission on suggested amendments to C.R.S. 12-47.1-823(1)(c), regarding fraudulent acts.

Paul Harris, Finance Manger, City of Cripple Creek, came forward to welcome the Commission to the community and thank the Commission for continuing to hold annual Commission meetings in Cripple Creek.

He also referenced the letter that the city of Cripple Creek had sent to each Commissioner regarding the multiple license issue. He then asked the Commission to consider grandfathering in contiguous casinos that currently exist when contemplating the contiguous and commonly owned casino license issue.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., apprised the Commission of an economic study that was recently completed by Dr. Fred Crowley, economist at the University of Colorado Springs, and gave each Commissioner a copy to review. Mr. Crowley conducted this analysis at the request of the CGA earlier in the year.

III. Consideration of Disciplinary Actions

Ceri Williams, Senior Assistant Attorney General, presented the Orders to Show Cause in Case No. SC 11-26, In the Matter of Angeline J. Henderson, Support License #38209, Case No. SC 11-27, In the Matter of Loretta Rose Michael, Support License #39116, and Case No. SC 11-28, In the Matter of Romolo Jose Chavez, Support License #39525; and the Stipulation and Agreement in Case No. SA 11-02, In the Matter of Henry L. Whitcomb, Support License #06195.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

IV. Division Financial Statement

Vickie Floyd, Controller, presented, via conference call, the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the one (1) month ending July 31, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

V. Presentation of Regulatory Proposals

Ron Kammerzell, Director, Division of Gaming and Michael Smith, President of the CGA, presented regulatory proposals that were brought forward by the industry. Director Kammerzell gave an overview of the procedures, requirements and guidelines that the Division must follow to make changes to rules and regulations. Both Director Kammerzell and Mr. Smith summarized the rules and regulatory changes the industry would like to have considered and answered questions by the Commission regarding those changes.

VI. Consideration of Organizational Matters

Approval of Minutes – Minutes of the August 25, 2011 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

George Thomson, Senior Director, Enforcement, Department of Revenue, recognized the audit and enforcement staff, especially in Cripple Creek, for their diligent work despite being understaffed in

both areas. He also thanked the personnel who hosted casino tours for staff and Commissioners the prior evening.

Ron Kammerzell, Director, Division of Gaming, apprised the Commission that an industry meeting was held September 6, regarding promotional credits. It was well attended and modifications to the draft rules are currently being made. It is anticipated that the rules will go before the Commission near future.

He also explained that a recent issue with a patron who hit a jackpot at the Lady Luck Casino drew attention from the media. Director Kammerzell explained the process the Division follows to resolve patron disputes of this nature. This particular issue is currently under investigation.

The November 17, 2011, Commission meeting will be held in Central City.

Executive Session

The Commission voted unanimously to go into Executive Session pursuant to sections 24-6-402(3)(a)(III), 2-3-107(2)(a), 12-47.1-522(1) (a) and 12-47.1-527(1) of the Colorado Revised Statutes to discuss confidential information with representatives from the Office of the State Auditor and to review confidential reports from the Division of Gaming.

Public Session (Reconvened)

VII. Consideration of Licensing Actions

The Commission voted to issue the renewal of the Retail license for Davis Gaming, LLC d/b/a Crystal Palace Casino and the Manufacturer/Distributor license for NRT Technology Corporation.

The license renewals shall expire two years from the date of their current expirations.

The Commission voted to approve the Change of Ownership for the Retail License for Big Jim's Gambling Hall and Saloon, LLC d/b/a Big Jim's Casino.

Adjournment – The meeting was adjourned at approximately 11:57 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
October 20, 2011

Public Session

I. Call to Order

The October 20, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Robert Webb at approximately 9:32 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Douglas Darr, Jannine Mohr and Chuck Murphy were present, and a quorum existed. Commissioner Roger Hutson was excused for good cause.

Officials & Administrators in Attendance
Robert Webb, Chairman
Douglas Darr, Commissioner
Jannine Mohr, Commissioner
Chuck Murphy, Commissioner
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
John Lizza, Conflicts Counsel
Ceri Williams, Senior Assistant Attorney General
Roger Pinson, Audit Supervisor
Vickie Floyd, Controller
Cameron Lewis, Public Information Officer
Flavio Quintana, Agent in Charge, Golden
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

Executive Session

The Commission voted unanimously to go into Executive Session pursuant to sections 12-47.1-522(1)(a) and (b), 24-6-402(3)(a)(III), and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming and the Colorado Bureau of Investigation.

Public Session

II. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current statistics in the gaming towns.

Cindy Payne, President, Problem Gambling Coalition of Colorado, came forward to apprise the Commission that a fundraiser will be held on November 18, at the Lady Luck Casino in Black Hawk.

III. Sunset Review Process – Department of Regulatory Agencies – Office of Policy, Research and Regulatory Reform

Brian Tobias, Senior Policy Analyst, came forward to describe the Sunset Review process. The three sections of the review will include research, writing and the legislative phase. He stressed that the Sunset Review is a very open and inclusive process inviting information from interested parties and stakeholders. Mr. Tobias will be attending Commission meetings consistently through May or June and the final report will be published on approximately October 15, 2012.

IV. Consideration of Disciplinary Actions

Ceri Williams, Senior Assistant Attorney General, presented the Order of Summary Suspension in Case No. OSS 11-10, In the Matter of Victorio Talamentes-Espino, Support License #38876, the Stipulation and Agreement in Case No. SA 11-03, In the Matter of Christopher M. Bowen, Support License #37073; and the Findings, Conclusions and Orders in Case No. SC 11-13, In the Matter of Ulysses Linan, Support License #38309 and in Case No. SC 11-21, In the Matter of James Glen Wright, Support License #38223.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

V. Approval of Licensing Actions

The Commission voted unanimously to issue the renewal of the Retail license for G. F. Gaming Corporation d/b/a The Famous Bonanza Casino Corp. and d/b/a Easy Street Casino.

The license renewals shall expire two years from the date of their current expirations.

The Commission voted to approve the Change of Ownership for the Retail License of American Gaming Group, LLC d/b/a Wildwood Casino at Cripple Creek.

VI. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the two (2) months ending August 31, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

VII. Consideration of Colorado Gaming Regulation 47.1-1017.44, *Crazy 4 Poker*

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Limited Gaming Regulations, Rule 10. Mr. Chris Moore, Supervisory Investigator with the Division of Gaming, presented the proposed amendments.

The public was given an opportunity to address the Commission on the proposed amendments; no one came forward.

The Commission voted unanimously to close the hearing and to amend Colorado Limited Gaming Regulation 47.1-1017.44 as presented.

VIII. Consideration of Colorado Gaming Regulation 47.1-1401, (4) and (5)

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Limited Gaming Rule 14, Regulation 47.1-1401 subsections (4) and (5) Tax Treatment of Contiguous Casinos and State Device Fees.

The public was given an opportunity to testify and were called upon in the order in which they signed in on the roster. The following individuals testified:

Jim Ignatius, Teller County Commissioner
Mr. Ignatius presented a document which was entered into record.
Manuel L. Martinez, Holme, Roberts and Owen representing Affinity Gaming, LLC
Adrienne Pohrte, Resident, Teller County
Deborah Melcown, Resident, Teller County
Paul Harris, Finance Director, City of Cripple Creek
Mr. Harris provided two documents that were entered into record: (1) letter from the Cripple Creek and Victor Chamber of Commerce and (2) letter from the City of Cripple Creek.
Michael Smith, CEO Double Eagle Casino and President, Colorado Gaming Association
Mr. Smith presented a memo written by legal counsel, Mark Grueskin, for the CGA and requested it be entered into record.
Roger Morris, RMM, LLC

Executive Session

The Commission voted unanimously to go into executive session pursuant to sections 24-6-402(3)(a)(III) and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential and proprietary information concerning individual casinos.

Public Session (Reconvened)

VIII. Consideration of Colorado Gaming Regulation 47.1-1401, (4) and (5) – Reconvened

The Commission requested that the staff of the Division of Gaming prepare information for the Commission's further review regarding the contiguous casino issue.

The Commission voted unanimously to close and continue the hearings until its meeting on November 17, 2011 at 142 Lawrence Street, Central City, CO.

IX. Consideration of Organizational Matters

Approval of Minutes – Minutes of the September 15, 2011 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell, Director, Division of Gaming, apprised the Commission that the performance audit is complete and the audit conference with the Office of Legislative Services has been scheduled for November 8th.

He also commended the Division's Accounting Department for obtaining a clean financial audit for the 17th year in a row.

Adjournment – The meeting was adjourned at approximately 1:28 p.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
November 17, 2011

Public Session

I. Call to Order

The November 17, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Robert Webb at approximately 10:02 a.m. at the Division of Gaming office, 142 Lawrence Street, Central City, Colorado. Commissioners Roger Hutson, Douglas Darr, Jannine Mohr and Chuck Murphy were present, and a quorum existed.

Officials & Administrators in Attendance
Robert Webb, Chairman
Roger Hutson, Vice-Chairman
Douglas Darr, Commissioner
Jannine Mohr, Commissioner
Chuck Murphy, Commissioner
George Thomson, Senior Director
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
John Lizza, Conflicts Counsel
Ceri Williams, Senior Assistant Attorney General
Geri Clerkin, Chief Auditor
Roger Pinson, Audit Supervisor
Deb Gorham, Technical Systems Auditor
Vickie Floyd, Controller
Cameron Lewis, Public Information Officer
Flavio Quintana, Agent in Charge, Golden
Lad Sullivan, Agent in Charge, Central City
Wendy Spaulding, Secretary to the Commission

Executive Session

The Commission voted unanimously to go into Executive Session pursuant to sections 12-47.1-522(1)(a), 24-6-402(3)(a)(III), and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming.

Public Session

II. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA), presented a check in the amount of $30,000 to Amber Bunch, Executive Director, Problem Gambling Coalition of Colorado. Ms. Bunch thanked Mr. Smith and the CGA for their generosity and commented on programs being launched to target underage gambling and scholarships being offered in conjunction with the program.

III. In the Matter of Charles Barry – Petition for Hearing and Petition for Declaratory Order

John Lizza, Conflicts Counsel for the Gaming Commission, explained options the Commission could take regarding the petitions and recommended an adjudicatory hearing be scheduled for Mr. Barry. A motion was made to set a hearing in due course for a date to be determined.

IV. Consideration of Disciplinary Actions

Ceri Williams, Senior Assistant Attorney General, presented the Stipulation and Agreements in Case No. SA 11-04, In the Matter of Ameristar Casino Black Hawk, Inc., Retail License #14-50867-0001, and Case No. SC 11-28, In the Matter of Romolo Jose Chavez, Support License #39525; the Order to Show Cause in Case No. SC 11-30, In the Matter of Darrell Kenneth Traver, Support License #35685; the Orders of Summary Suspension in Case No. OSS 11-11, In the Matter of Hue Thi Nguyen, Support License #30444 and Case No. OSS 11-12, In the Matter of Shawn Christopher Martinez, Support License #39697; and the Findings, Conclusions and Orders in Case No. SC 11-22, In the Matter of Angela Antoinette Gonzales, Support License #38915, Case No SC 11-26, In the Matter of Angeline J. Henderson, Support License #38209 and Case No. SC 11-27, In the Matter of Loretta Rose Michael, Support License #39116.

The Commission voted unanimously to approve and authorize the Chairman to sign the disciplinary actions.

V. Approval of Licensing Actions

The Commission voted unanimously to issue the renewal of the Retail licenses for Riviera Black Hawk, Inc. d/b/a Riviera Black Hawk Casino and the Red Dolly, Inc. d/b/a Red Dolly Casino, Inc., and to issue the Operator License of Luna Gaming – Red Dolly, LLC.

The license renewals shall expire two years from the date of their current expirations.

The Commission voted to approve the Change of Ownership for the Retail License of Luna Gaming Central City, LLC d/b/a Fortune Valley Hotel and Casino with the following conditions: St. John Properties, LLC and Edward St. John II, shall not have any right to vote, directly or indirectly, on any matter eligible for vote by members of 321 Gregory Street, LLC, nor exercise any control on the licensee or any of its associated businesses.

VI. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the three (3) months ending September 30, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

VII. Colorado State Patrol Supplemental Funding Request FY12

The Commission voted unanimously to approve the supplemental funding request for fiscal year 2012, in the amount of $28,033, for the Colorado State Patrol vehicle variable rate cost increases.

VIII. Consideration of Colorado Gaming Rules 1, 12 and 16 regarding Electronic Promotional Credits

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Limited Gaming Rules 1, 12 and 16. Deb Gorham, Technical Systems Auditor and Roger Pinson, Audit Supervisor, Division of Gaming, presented proposed changes to the rules to allow for the use of electronic promotional credits.

The public was given an opportunity to address the Commission on the proposed amendments; no one came forward.

The Commission voted unanimously to close the hearing and to amend Colorado Limited Gaming Rules 1, 12, and 16 regarding Electronic Promotional Credits as presented.

The City of Black Hawk submitted a letter for the record in support of the changes.

IX. Consideration of Colorado Gaming Regulation 47.1-1401, (4) and (5)

The Commission voted unanimously to open the continued hearings on proposed amendments to Colorado Limited Gaming Rule 14, Regulation 47.1-1401 subsections (4) Tax Treatment of Contiguous Casinos and (5) State Device Fees.

Director Kammerzell presented information previously requested by the Commission at the last meeting, concerning Blue Book information from the original Colorado Limited Gaming Amendment and draft rule language.

The public was given an opportunity to testify and presenters were called upon in the order in which they signed in on the roster. The following individuals testified:

Paul Harris, Finance Director, City of Cripple Creek

Patrick Wilson, Attorney, City of Black Hawk
Mr. Wilson provided a letter that was entered into the record.

Fred Crowley, PHD, Consultant for CGA
Mr. Crowley presented a Power Point presentation. A printed copy was entered into the record.

Michael Smith, President, Colorado Gaming Association

Shannon Keel, General Manager, Mardi Gras and Golden Gates Casinos

Jim Ignatius, Teller County Commissioner

Manuel L. Martinez, Holme, Roberts and Owen representing Affinity Gaming, LLC

Mark Grueskin, Counsel, CGA

Executive Session

The Commission voted unanimously to go into executive session pursuant to sections 24-6-402(3)(a)(II) and (III) and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential information concerning individual casinos and to hold privileged attorney client discussions if necessary.

Public Session (Reconvened)

IX. Consideration of Colorado Gaming Regulation 47.1-1401, (4) and (5) – Reconvened

The Commission voted unanimously to close the hearings on proposed amendments to Colorado Gaming Regulation 47.1-1401 subsections (4) and (5).

Each Commissioner shared their thoughts and thanked the industry for all the testimony and information that was collected. Chairman Webb stated that a decision on Colorado Gaming Regulation 47.1-1401 (4) and (5) has not been made at this time and what action, if any, will be deferred to a future meeting.

X. Consideration of Organizational Matters

Approval of Minutes – Minutes of the October 20, 2011 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Approval of Property Ownership – The Commission voted unanimously to approve a request from an employee who owns private property in Teller County and requested to lease such property for residential purposes.

Directors' Update:

Ron Kammerzell, Director, Division of Gaming, apprised the Commission that he and Vice-Chairman Hutson attended the Legislative Audit Committee meeting on November 8th. The Division will institute an action plan to address recommendations made through the performance audit.

Adjournment – The meeting was adjourned at approximately 3:55 p.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
December 15, 2011

Public Session

I. Call to Order

The December 15, 2011 meeting of the Colorado Limited Gaming Control Commission was called to order by Commissioner Jannine Mohr at approximately 9:36 a.m. at the Division of Gaming office, 17301 West Colfax Ave, Suite #135, Golden, Colorado. Commissioners Douglas Darr and Chuck Murphy were present, and a quorum existed. Chairman Webb and Vice Chairman Hutson were excused for good cause.

Officials & Administrators in Attendance
Douglas Darr, Commissioner
Jannine Mohr, Commissioner
Chuck Murphy, Commissioner
George Thomson, Senior Director
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Ceri Williams, Senior Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Cameron Lewis, Public Information Officer
Flavio Quintana, Agent in Charge, Golden
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

Public Session

II. Opportunity for the Public to Address the Commission

The Chairman extended an opportunity for the public in attendance to address the Commission on any topic not on the agenda.

Michael Smith, President of the Colorado Gaming Association (CGA) and CEO for Colorado Casino Resorts, Inc., updated the Commission on current issues and statistics in the gaming towns and possible new legislation regarding Video Lottery Machines which could impact the gaming industry.

Amber Bunch, Executive Director, Problem Gambling Coalition of Colorado, gave an update on the success of the fund raising event that was held in November. She thanked the companies and individuals that participated in the event.

III. Consideration of Disciplinary Actions

Ceri Williams, Senior Assistant Attorney General, presented the Order to Show Cause in Case No. SC 11-31, In the Matter of Marcie Lantz, Support License #35187.

The Commission voted unanimously to approve and authorize the Chair to sign the disciplinary action.

IV. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the four (4) months ending October 31, 2011.

The Commission voted unanimously to approve the financial statement and authorize its distribution.

V. Consideration of Organizational Matters

Approval of Minutes – Minutes of the November 17, 2011 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

- *George Thomson, Senior Director, Enforcement Line of Business*, stated that he anticipates a very busy legislative session this year for the Department of Revenue.

- *Ron Kammerzell, Director, Division of Gaming*, apprised the Commission that the Gambling Payment Intercept Act is enacting its third phase beginning January 1, 2012. The intercepts by the casinos on patron jackpots will now include outstanding child support debt, criminal restitution due to the Judicial Department, and outstanding certified State debt owed to DPA. The casinos will now keep a $30 fee for each intercept to cover their cost of compliance.

  The Electronic Promotional Credit rule that was approved by the Commission at its last meeting and the new ICMPs regarding the rule will go into effect on January 14, 2012.

  The Division currently has 14 vacant positions. Many interviews are now taking place and the Division is hopeful that many of the positions will be filled in the early part of 2012.

  Ron expressed his appreciation for the service and commitment of the Gaming Commission and wished them all a happy holiday.

Executive Session

The Commission voted unanimously to go into Executive Session pursuant to sections 12-47.1-522(1)(a), 24-6-402(3)(a)(III), and 12-47.1-527(1) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming.

Public Session (Reconvened)

VI. Approval of Licensing Actions

The Commission voted unanimously to issue the renewal of the Retail License for Ameristar Casino Black Hawk, Inc. d/b/a Ameristar Casino Black Hawk; the Manufacturer/Distributor licenses for Universal Gaming Resources, LLC; PDA Gaming Corporation – Colorado; and Ameristar Casino Black Hawk, Inc. d/b/a Ameristar Casino Black Hawk, and the Operator Licenses for Universal Gaming Resources, LLC and Ameristar Casino Black Hawk, Inc. d/b/a Ameristar Casino Black Hawk.

The licenses shall expire two years from the date of their current expirations.

Adjournment – The meeting was adjourned at approximately 10:05 a.m.

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Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission