

Colorado Limited Gaming Control Commission

Minutes of Public Session
January 22, 2009

Public Session

I. Call to Order

The January 22, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:16 a.m. at the Division of Gaming office, 1881 Pierce St., Lakewood, Colorado. Vice Chairman Jim Alderden and Commissioners Larry Gaddis, Florence Hunt and Meyer Saltzman were present, and a quorum existed.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair
Jim Alderden, Commission Vice Chair
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Meyer Saltzman, Commissioner
Tim Weber, Deputy Director, Revenue
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief Investigator
Ceri Williams, Assistant Attorney General
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, Agent in Charge, Black Hawk/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 (reconvened)

II. Approval of Licensing Actions

The Commission voted to renew the Retail license for Minter Holdings, LLC d/b/a Johnny Nolon's Casino. The license renewal shall expire one year from the date of its current expiration. The Commission also voted to renew the Operator license for Legend's Gaming, LLC. The license shall expire two years from the date of its current expiration. The Commission voted to renew the Retail and Operator licenses for Golden Mardi Gras, Inc. d/b/a Mardi Gras Casino; Golden Mardi Gras, Inc. d/b/a Golden Gates Casino; and Golden Mardi Gras, Inc. d/b/a Golden Gulch Casino.

The license renewals shall expire two years from the date of their current expirations and are subject to the following condition: The licensee, its owners and all associated businesses shall not enter into any future business relationships with F E I or any of its owners and trustees.

The Commission voted to renew the Manufacturer and Distributor licenses for PDS Gaming Corporation – Colorado, PDS Special Purpose I – Colorado, LLC, PDS Special Purpose II – Colorado, LLC and PDS Special Purpose III – Colorado, LLC. The license renewals shall expire one year from the date of their current expirations.

III. 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. No one came forward.

IV. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented the Stipulation and Agreements in Case SA 09-01, in the Matter of Dostal Alley, Inc. d/b/a Dostal Alley, Retail License #26-02081-0001; Case SA 09-02, in the Matter of Craig S. Ball, Key License #00043; Case SA 09-03, in the Matter of Steven S. Boulter, Key License #00041; and the Order to Show Cause, Case SC 09-01, in the Matter of Richard M. Flory, Support License #35365.

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

V. Division Supplemental Budget Requests for FY 2009

Jennifer Spillane, Budget Analyst, presented the request to increase the Division of Gaming's Indirect Cost Allocation by \$5,716 for FY 2009.

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 first (5) months ending November 30, 2008.

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

VII. Organizational Matters

Approval of Minutes – Minutes of the December 18, 2008, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Director's Update:

Deputy Director Tim Weber informed the Commission that the budget of the Department of Revenue is of main concern right now, and the Department has been busy working to keep current FTEs.

Director Ron Kammerzell introduced Marci Colton, the receptionist in the Lakewood Office. Marci transferred to Gaming from the Racing Division.

The Division has been tracking new bills being introduced in the Legislature; House Bill 09-1137 was introduced, which would expand the current Intercept Program, and Senate Bill 50, which would require that one member of the Gaming Commission, be a citizen of either Gilpin or Teller counties.

Director Kammerzell also gave an update regarding Amendment 50: The Division has identified possible trainers for table games, and a training program should be in place in the near future. A bid for table games for the field offices has been posted. All new FTE positions have been posted. Proposed rules for craps and roulette were sent out to the industry for comment. All local elections have occurred and were approved by all towns by overwhelming majority. A discussion was had concerning the possible introduction of legislation to implement Amendment 50 changes.

A letter that had been written by a representative of the City of Black Hawk to Chair, Patricia Imhoff, was presented to the Commission. The Commission requested that Director Kammerzell respond on the behalf of the Commission.

Adjournment – The meeting was adjourned at approximately 10:22 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
February 19, 2009

Public Session

I. Call to Order

The February 19, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:14 a.m. at the Division of Gaming office, 1881 Pierce St., Lakewood, Colorado. Vice Chairman Jim Alderden and Commissioners Larry Gaddis and Meyer Saltzman were present, and a quorum existed.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair
Jim Alderden, Commission Vice Chair
Larry Gaddis, Commissioner
Meyer Saltzman, Commissioner
Tim Weber, Deputy Director, Revenue
Matt Cook, Senior Director, Enforcement
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Geri Clerkin, Chief Auditor
Ceri Williams, Assistant Attorney General
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, Agent in Charge, Black Hawk/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 (reconvened)

II. Approval of Licensing Actions

The Commission voted unanimously to renew the Retail license of Dostal Alley, Inc. d/b/a/ Dostal Alley, and to renew the Operator and the Manufacturer and Distributor licenses of WMS Gaming, Inc. The license renewals shall expire one year from their current date of expirations. The Commission also voted unanimously to renew the Operator and the Manufacturer and Distributor licenses of Atronic Americas, LLC. The license renewals shall expire two years from the date of their current expirations.

III. 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. No one came forward.

IV. Presentation on Highway 119 Widening Project

Medill Barnes and Russell Cox presented information regarding the Highway 119 widening project and road design of Highway 119.

V. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented the Orders to Show Cause in Case No. SC 09-02, In the Matter of Richard William Reed, Support License No. 28713, in Case No. SC 09-03, In the Matter of Bradley Mitsuo Ogawa, Support License No. 34052, and in Case No. SC 09-04, In the Matter of Jesse Augustine Lopez, Support License No. 34719.

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

VI. Rulemaking

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Gaming Rule 12, Gaming Devices and Equipment. Brenda Davis, Director of Administration, presented the proposed changes to the rule. The public was given an opportunity to testify before the Commission on the proposed amendments. No one came forward.

The Commission voted unanimously to close the hearings and to amend Colorado Gaming Rule 12, Gaming Devices and Equipment as presented.

VII. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the first (6) months ending December 31, 2008.

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

VIII. Organizational Matters

Approval of Minutes – Minutes of the January 22, 2009, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Director's Update:

Director Ron Kammerzell reported updates on the bills being heard in the Legislature that affect gaming. House Bill 09-1137 was heard, and passed to Appropriations with an amendment to clean up the language of the bill only. Senate Bill 09-050, was heard, and was sent to the House floor. House Bill 09-1272 was also heard. The fund recipients had gathered with representatives from the Governor's office, and came to an agreement on the distribution of Amendment 50 gaming funds. Senate Bill 09-101 was also introduced concerning the requirement for the creation of an Independent Historic Preservation Commission by any city receiving moneys from the State Historical Fund.

Director Kammerzell updated the Commission on Amendment 50: The Division was successful in obtaining a vendor for the purchase of Craps and Roulette Tables for our field offices. The vendor is scheduled to deliver the tables at the end of March. Training has also been secured to begin in early May and the Division is working with agents from Nevada and Iowa to help with additional training in June. Don Burmania has issued two special Gaming Updates so far, to keep the industry and public informed of Amendment 50 updates.

New employee interviews are going well and the Division is hopeful to have all 13 positions filled by April 11, 2009.

It was also brought to the Commission's attention that the next few months may prove to have more lengthy meetings due to Amendment 50, rule changes and tax setting hearings.

Adjournment – The meeting was adjourned at approximately 11:00 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session

March 19, 2009

Public Session

I. Call to Order

The March 19, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:14 a.m. at the Division of Gaming office, 1881 Pierce St., Lakewood, Colorado. Vice Chairman Jim Alderden and Commissioners Larry Gaddis and Florence Hunt were present, and a quorum existed. Commissioner Meyer Saltzman was excused for good cause.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair
Jim Alderden, Commission Vice Chair
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Matt Cook, Senior Director, Enforcement
Ron Kammerzell, Division Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Geri Clerkin, Chief Auditor
Ceri Williams, Assistant Attorney General
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, Agent in Charge, Black Hawk/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 (reconvened)

II. Approval of Licensing Actions

The Commission voted unanimously to renew Retail licenses of WMCK Acquisition Corporation d/b/a Womack's Casino; Century Casinos Cripple Creek, Inc. d/b/a Legends Casino; 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; Penn Bullwhackers, Inc. d/b/a Bullwhackers Casino; and Penn Bullpen, Inc. d/b/a Bullpen Casino. The license renewals shall expire two years from the date of their current expirations.

The Commission also voted unanimously to renew the Operator license of Century Casinos Management, Inc. and the Manufacturer and Distributor License of Penn Bullwhackers, Inc. d/b/a Bullwhackers Casino. The license renewals shall expire two years from the date of their current expirations. The Commission also voted unanimously to issue the initial Manufacturer and Distributor license for Paltronics, Inc. The license shall expire one year from its date of issuance.

III. 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. Ms. Robin Petrie came forward to thank the Commission for its consideration and approval of Bullwhackers Casino and Bullpen Casino license renewals.

IV. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented proposed Findings, Conclusions and Order in Case No. SC 09-01, In the Matter of Richard M. Flory, Support License #35365.

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

V. Rulemaking

The Commission voted unanimously to open the hearings on proposed changes to Colorado Limited Gaming Regulations for Amendment 50. 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 on the proposed changes to Colorado Limited Gaming Regulations for Amendment 50 and to adopt the amendments as presented.

The Commission voted unanimously to open the hearings on proposed Colorado Limited Gaming Regulation, Rule 22 – Rules for Roulette. The public was given an opportunity to address the Commission on the proposed Rule. Mr. Dave Rice, the ICO of Bullwhacker’s Casino, came forward to request a change to regulation 47.1-2209. The change was noted.

The Commission voted unanimously to close the hearings on proposed Colorado Limited Gaming Regulation, Rule 22 – Rules for Roulette, and to adopt the Rule as corrected.

The Commission voted unanimously to open the hearings on proposed Colorado Limited Gaming Regulation, Rule 23 – Rules for Craps. The public was given an opportunity to address the Commission on the proposed Rule. Neil Null from the Riviera Hotel & Casino came forward with a question on Regulation 47.1-2305, regarding the Craps table layout, which was answered.

The Commission voted unanimously to close the hearings on Colorado Limited Gaming Regulation, Rule 23 – Rules for Craps and to adopt the Rule as presented.

VI. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the first (7) months ending January 31, 2009.

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

VII. Organizational Matters

Approval of Minutes – Minutes of the February 19, 2009, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Director's Update:

Matt Cook, Senior Director of Enforcement explained to the Commission that the Department relocated six investigators from the Auto Industry Division to the Division of Gaming. This is expected to be a temporary reassignment.

Director Ron Kammerzell updated the Commission on the reconfiguration of the Central City office, which is close to completion. The Division is working with local contractors in Teller County to reconfigure the Cripple Creek office space as well.

Training for Division of Gaming employees on Craps and Roulette will be taking place in Central City and Cripple Creek in May. The Commissioners were encouraged to attend if desired.

An update on bills being heard in the legislature that affect Gaming was given. Senate Bill 09-050 is scheduled for its second reading on Friday, March 20. Commissioner Imhoff testified in opposition to the bill; however, it did pass through the Senate. House Bill 09-1137 was thought dead, but was re-introduced with an amendment expanding the current intercept program to include the intercept of criminal restitution as well. House Bill 09-1272 passed with minor changes to the bill.

Two new Division of Gaming employees were introduced to the Commission. Dane Albin, who accepted a position as an Investigator in Cripple Creek, was formerly with the El Paso County DA's office and the Teller County Sheriff's Department. Stephanie Johnson accepted a position in the Lakewood office as an Auditor. Ms. Johnson comes to the Division from the Grant Thornton CPA firm.

It was noted that two meetings will probably take place in the month of May. One will be conducted for yearly tax hearings and a separate meeting will be held for the rule making hearing on Amendment 50 gaming fund distribution.

The Table Games Committee and its Chair Hank Hasler, were recognized for their hard work and dedication, and Don Burmania was also commended for his work in the changes affected by Amendment 50.

Adjournment – The meeting was adjourned at approximately 11:38 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
April 16, 2009

Public Session

I. Call to Order

The April 16, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:15 a.m. at the Division of Gaming office, 1881 Pierce St., Lakewood, Colorado. Commissioners Larry Gaddis and Florence Hunt were present, and a quorum existed. Commissioners Jim Alderden and Meyer Saltzman were excused for good cause.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Tim Weber, Deputy Director, Dept. of Revenue
Matt Cook, Senior Director, Enforcement
Ron Kammerzell, Division Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Don Burmania, Communications Director
Geri Clerkin, Chief Auditor
Jill Vaughan, Budget Director, Dept. of Revenue
Claudia Brett Golden, First Assistant Attorney General
Ceri Williams, Assistant Attorney General
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, Agent in Charge, Black Hawk/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 (reconvened)

II. Approval of Licensing Actions

The Commission voted unanimously to renew the Retail licenses of Ed & Shirley's, Inc. d/b/a The Wild Card Saloon and Shirley & Ed's, Inc. d/b/a Black Hawk Station. The license renewals shall expire two years from the date of their current expirations.

The Commission voted unanimously to renew the Retail and the Manufacturer and Distributor licenses and to approve the change of ownership for Black Hawk/Jacobs Entertainment, LLC d/b/a The Lodge Casino at Black Hawk and Gilpin Hotel Venture d/b/a The Gilpin Hotel Casino, Ltd. The license renewals shall expire two years from the date of their current expirations.

The Commission voted unanimously to renew the Retail license of American Gaming Group, LLC d/b/a Wildwood Casino at Cripple Creek with the following conditions: Melissa Levinson cannot vote any of the Marshall Unit Shares and, the licensee, its owners, and all associated businesses shall not enter into any future business relationships with Paul Marshall, the Marshall Family Trust, or any of its trustees. The license renewal shall expire one year from the date of its current expiration.

The Commission also voted unanimously to renew the Operator license of Merit Cripple Creek, LLC and the Operator and Manufacturer and Distributor license of Atlantic City Coin and Slot Service Company, Inc. The license renewals shall expire one year from the date of their current expirations.

III. 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. Mr. Steve Roark came forward to thank the Commission for its consideration and approval of Gilpin Hotel Casino and The Lodge Casino at Black Hawk license renewals and to thank the Division of Gaming staff for their professionalism and assistance on a consistent basis. Mr. Kevin Werner came forward next to thank the Commission for its approval of Wildwood Casino's license renewal and their continued relationship with the Commission. Mr. Dick Page approached the Commission with questions regarding Rule 23. The questions were redirected to Director Kammerzell who asked Mr. Page to put his questions in writing to submit to the Division for review.

IV. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented proposed Findings, Conclusions and Orders in Case No.09-02, In the Matter of Richard William Reed, Support License #28713 and Case No. SC 09-04, In the Matter of Jesse Lopez, Support License #34719.

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

V. Rulemaking

The Commission voted unanimously to open the hearings on proposed changes to Colorado Limited Gaming Regulations, Rule 10 – Rules of Poker. 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 on the proposed changes to Colorado Limited Gaming Regulations, Rule 10 and to adopt the amendments as presented.

VI. Fiscal Year 2010 Budget Requests

Clay Brown, Regional Manager and Bret Hillberry, Program Administrator, presented the budget request for the *Local Government Limited Gaming Impact Fund*, which is located within the Colorado Department of Local Affairs, for FY 2010 in the amount of \$158,094. The Commission voted unanimously to approve the request.

Peter A. Weir, Executive Director of the *Colorado Department of Public Safety*, presented an overview of the three CDPS divisions that receive gaming funds. Erick Scheminske, CFO of Public Safety, explained the overall changes to the three budgets.

- *Colorado Bureau of Investigation* – Ron Sloan, Director, presented the CBI budget request for FY 2010 in the amount of \$841,515. The Commission voted unanimously to approve the request.
- *Colorado State Patrol* – Chief Wolfenberger presented the State Patrol's FY 2010 budget request of \$2,152,086. The Commission voted unanimously to approve the request.
- *Division of Fire Safety* – Kevin Klein, Director, presented Fire Safety's FY 2010 budget request of \$186,931. 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 2010 budget request of the Division of Gaming in the amount of \$9,677,540. The Commission voted unanimously to approve the request.

VII. Rulemaking Hearing on Colorado Gaming Regulation 47.1-1401, Gaming Tax

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Gaming Rule 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, the State Historical Society and the Department of Transportation. 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 2010 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* (located within the *Colorado Department of Higher Education*) – Steve Turner, Director of the State Historical Fund Grants Program, and Edward Nichols, President of the Colorado Historical Society, presented an overview of projects that are funded by gaming revenue.
- *Colorado Department of Transportation* – Ben Stein, Budget Director of CDOT Office of Finance, Management & Budget, Patrick Byrne, Budget Analyst and Russell Cox, Resident Engineer, provided an overview of the impacts gaming has on three regions in the state. Region 1 includes Black Hawk and Central City, Region 2 includes Cripple Creek, and Region 3 includes Southwest Colorado. Mr. Stein asked that the Commission provide a Resolution to the General Assembly expressing its recommendation of CDOT appropriation requests.
- *Public Testimony* – The public was given an opportunity to address the Commission on proposed amendments to Rule 1401. No one came forward.

The Commission voted unanimously to close and continue the hearings on May 20, 2009.

VIII. Consideration of Williams Gaming, Inc. (WMS) Reel Adventure Progressive System

Georgia McBride, Technical Systems Manager, made a presentation on WMS Reel Adventure Progressive System. Daurean Sloan, Vice President of Regulatory Affairs, answered questions from the Commission regarding the proposed system.

The Commission voted unanimously to approve the new WMS Reel Adventure Progressive System.

IX. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the first (8) months ending February 28, 2009.

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

X. Organizational Matters

Approval of Minutes – Minutes of the March 19, 2009, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Director's Update:

Director Ron Kammerzell introduced and welcomed new Division of Gaming employees: Auditors, Brent Pearson, Joanie Cleveland, and Jo Ann Arguello and Background Investigator, Kirsten Gregg, all located in the Lakewood office; and Terry Foulke, Investigator in Central City and Linette Gorzkiewicz, Compliance Investigator in Cripple Creek.

An update on Legislative matters was given. House Bill 1272, which implements Amendment 50 passed both the House and Senate and has been sent to the Governor for his signature. Senate Bill 50 which would require one of the Gaming Commissioners to reside in either Gilpin or Teller County passed both the House and Senate. House Bill 1137, which would expand the current Gambling Intercept Program, was assigned to the Senate Military and Veteran Affairs Committee.

Director Kammerzell congratulated Commissioners Larry Gaddis and Florence Hunt for their Senate Confirmations which were held at the State Capitol on April 15, 2009.

Two meetings will be held in May. The Commission meeting and tax setting hearing will take place on Wednesday, May 20th at the Lakewood office. The rule making hearing on Amendment 50 costs will be conducted on Thursday, May 21st at the Jefferson County Court House in Golden.

Adjournment – The meeting was adjourned at approximately 11:30 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
May 20, 2009

Public Session

I. Call to Order

The May 20, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:17 a.m. at the Division of Gaming office, 1881 Pierce Street, Lakewood, Colorado. Commissioners Alderden, Hunt and Saltzman were present, and a quorum existed. Commissioner Gaddis was excused for good cause.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair
Jim Alderden, Commission Vice Chair
Florence Hunt, Commissioner
Meyer Saltzman, Commissioner
Tim Weber, Deputy Director, Dept. of Revenue
Ron Kammerzell, Division Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Geri Clerkin, Chief Auditor
Don Burmania, Director of Communications
Jill Vaughan, Budget Director, Dept. of Revenue
Ceri Williams, Assistant Attorney General
Vickie Floyd, Controller
Cindy Raiolo, Budget Analyst
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, Agent in Charge, Black Hawk/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) 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)

II. Approval of Licensing Actions

The Commission voted unanimously to renew the Retail license of Imperial Gaming Corporation d/b/a Imperial Hotel & Casino Corporation and to renew the Retail and Operator license of Centaur Colorado, LLC d/b/a Fortune Valley Hotel and Casino. The license renewals shall expire one year from the date of their current expirations.

The Commission voted unanimously to renew the Manufacturer and Distributor license of Western Money Systems, Inc. The license renewal shall expire two years from the date of its current expiration.

III. 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. Mr. Dick Page approached the Commission with copies of proposed rule changes regarding Craps Rule 47.1-2307.

IV. Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented the proposed Order of Summary Suspension, Case No. OSS 09-01, In the Matter of Gerron Benard Macklin, Support License #35340, the Order to Show Cause in Case No. SC 09-05, In the Matter of Jason Flanary, Support License #35312, and the Findings, Conclusions and Order in Case No. SC 09-03, In the matter of Bradley Mitsuo Ogawa, Support License #34052. The Commission voted unanimously to approve and authorize the Chair to sign the disciplinary actions.

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

The Commission voted unanimously to 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 input:

Central City – Mayor Ron Slinger addressed the Commission and encouraged the lowering of gaming taxes to free up capital, and enable the casinos to re-invest in the city in the form of jobs and expansion. The city is very excited at enhancements and new store fronts being built. He reported that the city has been very prudent with their budgeting.

Cripple Creek – Finance Director Paul Harris updated the Commission on the local economy in 2008. Due to the economic down-turn, the City Council wanted a balanced budget, so a \$4 million reduction in the budget occurred. Cripple Creek has been working on a Master Plan for the town, and is consulting on a new Parks and Recreation Facility that, based on funding, would open in 2010. Mr. Harris said the town would support a temporary reduction of gaming tax.

Gilpin County – County Commissioner Buddy Schmalz stated that Gilpin County would like to maintain the current tax structure, as the majority of county funds come from the gaming industry. The county supports a strong and profitable industry and stable tax rates will help to maintain that.

Teller County – County Commissioner Robert Campbell presented information regarding the significant impact on items the county is required to fund that relate to gaming. The county had a sound year financially and was pleased that no cuts had to be made in services or personnel. The county renews their request that the Commission stay cognizant of tax rates so they may remain competitive within the gaming region.

Additional presentations were made by the following:

Anton Collins Mitchell LLP – Stacey Hekkert, CPA, presented an overview of the current status of gaming in Colorado and compared the net revenues of the six tiers. The total number of casinos decreased from 44 in 2007 to 42 in 2008. Information was provided about other components of net revenue, including food, beverage and hotel services.

Division of Gaming – Jill Vaughan, Budget Director, and Cindy Raiolo, Budget Analyst, presented the Division’s FY 2010 revenue projections. Based on historical actuals, revenue trends, and the onset of Amendment 50 for FY 2010, revenues are expected to increase 25% over FY 2009.

Colorado Gaming Association – Mark Grueskin, Legal Counsel for CGA, and Lois Rice, Executive Director of the Association presented two scenarios for reducing gaming tax. One scenario would reduce the current tax rates in each tier and the other would make adjustments to the tier ranges.

Members of the public were given the opportunity to testify regarding gaming taxes. No one came forward.

Executive Session

The Commission voted unanimously to go into Executive Session pursuant to sections 24-6-402(3)(a)(III), 12-47.1-527(1)(a) and 13-90-107(1)(b) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming and from Anton Collins Mitchell LLP related to tax information from individual casinos, to receive confidential information from gaming operators, and if necessary, to hold privileged attorney/client discussions regarding the effect of Amendment 50 on tax setting.

Public Session

The Public Session reconvened at 1:05 p.m. Mark Grueskin, Legal Council for the Colorado Gaming Association asked to come before the Commission to answer a question that arose regarding the impact of the recession on other gaming jurisdictions.

The Commission voted unanimously to close the hearings on proposed amendments to Colorado Gaming Regulation 47.1-1401. The Commissioners deliberated on the information they had received in April and May from the various state and local agencies, the scenarios presented by Mr. Grueskin, information received from Anton Collins Mitchell, LLC, and the current state of affairs in the gaming industry.

Commissioner Saltzman made a motion to make no amendments to Colorado Gaming Regulation 1401, maintaining the current tax structure. Commissioner Hunt seconded the motion. Commissioner Alderden was opposed to the motion. The motion passed.

VI. Division Financial Statement

Shane Gendron, Accountant, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the nine (9) months ended March 31, 2009. The Commission voted unanimously to approve the financial statement and authorize its distribution.

VII. Organizational Matters

Approval of Minutes – Minutes of the April 16, 2009, Public Session of the Colorado Gaming Commission were approved as presented.

Directors' Update

Director Kammerzell advised the Commission of Craps and Roulette training that was conducted for Gaming personnel in May.

There will be two industry meetings concerning Amendment 50. One will be held June 3 in Central City and in Cripple Creek June 11, 2009.

The purchase of the Cripple Creek building will not be completed this fiscal year. Repairs are being done as required by the engineering report. It is expected that a closing date will be set for July or August of 2009.

Director Kammerzell updated the Commission on the implications of the Long Bill in regards to the Division of Gaming.

Adjournment – The meeting was adjourned at 1:35 p.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
May 21, 2009

Public Session

I. Call to Order

The May 21, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:30 a.m. at the Jefferson County Courts & Administration Building, Hearing Room 1, Golden, Colorado. Commissioners Jim Alderden, Florence Hunt and Meyer Saltzman were present, and a quorum existed. Commissioner Larry Gaddis was excused for good cause.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair
Jim Alderden, Commission Vice-Chair
Florence Hunt, Commissioner
Meyer Saltzman, Commissioner
Ron Kammerzell, Division Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Don Burmania, Director of Communications
Ceri Williams, Assistant Attorney General
Lad Sullivan, Agent in Charge, Black Hawk/Central City
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Secretary to the Commission

II. Rulemaking Hearing on Colorado Gaming Rule 24 – Limited Gaming Fund

The Commission voted unanimously to open the hearings on proposed Colorado Gaming Rule 24 – Limited Gaming Fund.

Division of Gaming: Don Burmania, Communications Director, showed a Power Point Presentation documenting the Division's suggested proposal for calculating the expenses attributable to Amendment 50.

Colorado Community Colleges: Nancy McCallin, President and Mark Supreka, Budget Analyst, came forward to testify on the Community Colleges' proposal for calculating the expenses attributable to Amendment 50.

The Chair gave the opportunity for anybody else to testify on either proposal or to address the Commission on Rule 24. No one came forward.

The Commission voted unanimously to close the hearings on Colorado Gaming Colorado Gaming Rule 24 – Limited Gaming Fund.

After extensive questioning by the Commission of witnesses from the Division and the Community College System, and review of documentation provided by these witnesses, the Commission deliberated and voted to adopt proposed Colorado Gaming Rule 24 as presented by the Division of Gaming.

Adjournment – The meeting was adjourned at 11:15 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
June 18, 2009

Public Session

I. Call to Order

The June 18, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Vice-Chair Jim Alderden at approximately 9:21 a.m. at the Division of Gaming office, 1881 Pierce St., Lakewood, Colorado. Commissioners Larry Gaddis, Florence Hunt and Meyer Saltzman were present, and a quorum existed. Commission Chair Patty Imhoff was excused for good cause.

Officials & Administrators in Attendance

Jim Alderden, Vice Chair
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Meyer Saltzman, Commissioner
Matt Cook, Senior Director, Enforcement
Ron Kammerzell, Division Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Ceri Williams, Assistant Attorney General
Geri Clerkin, Chief Auditor
Jill Vaughan, Budget Director, Dept. of Revenue
Cindy Raiolo, Budget Analyst
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, Agent in Charge, Black Hawk/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) (II) and (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, and to discuss pending court action with the Commission's attorney.

Public Session (reconvened)

II. Approval of Licensing Actions

The Commission voted unanimously to renew the retail license of Colorado Grande Enterprises, Inc. d/b/a Colorado Grande Casino. The license renewal shall expire one year from the date of its current expiration, and to renew the retail licenses of Casino Holdings, Inc. d/b/a Brass Ass Casino, Holland

Ventures, Inc. d/b/a J.P. McGill's Hotel & Casino and Midnight Rose Hotel & Casino, Inc. d/b/a Midnight Rose Hotel & Casino. The license renewals shall expire two years from the date of their current expirations.

The Commission voted unanimously to issue the first manufacturer/distributor license for Midnight Rose Hotel & Casino, Inc. d/b/a Midnight Rose Hotel & Casino. This new license will be effective on June 21, 2009 for the term of two years to coincide with the expiration date of the retail license.

The Commission voted unanimously to approve the change of ownership for the manufacturer/distributor and operator licenses of Atlantic City Coin and Slot Service Company, Inc.

III. 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. Mr. Dick Page approached the Commission with questions regarding rule making procedures. The questions were re-directed to Director Kammerzell and Assistant Attorney General Ceri Williams, who guided Mr. Page through the rule making process.

Mr. Larry Hill, CEO of the Midnight Rose and Triple Crown Casinos, came forward to thank the Commission for its consideration and approval of the licenses of Midnight Rose Hotel and Casino. Mr. Hill, a board member of the Colorado Gaming Association (CGA), advised the Commission that a representative of the CGA would like to come before the Commission each month to discuss information and give updates regarding the gaming industry. He also thanked Director Kammerzell, the Division staff and especially the table games committee for their hard work on the implementation of Amendment 50.

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

The Commission voted unanimously to open the hearings on Colorado Limited Gaming Regulations, Rule 3 – Applications, Investigations and Licensure. Brenda Davis presented the Division's analysis concerning application, investigation, and licensing fees which recommended no changes be made to the fee structure. The public was given an opportunity to address the Commission on Rule 3. No one came forward.

The Commission voted unanimously to close the hearings on Colorado Limited Gaming Regulations, Rule 3, and to make no amendments to the Rule.

V. Consideration of Colorado Gaming Rule 10 – Rules of Poker

The Commission voted unanimously to open the hearings on proposed changes to Colorado Limited Gaming Regulations, Rule 10 – Rules of Poker. Hank Hasler testified on 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 on the proposed amendments to Colorado Limited Gaming Regulations, Rule 10. The Chair called for a motion to amend Rule 10 and no motion was made. As a result, no action was taken.

VI. Consideration of Supplemental Budget Request for FY 2009

Jill Vaughan, Budget Director of Enforcement, presented the request to move available personal services funds in the amount of \$119,262 to the operating line for FY 2009.

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 first (10) months ending April 30, 2009.

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

VIII. Organizational Matters

Consideration of Resolution in Support of CDOT 2010-11 Budget Request - The Commission voted unanimously to authorize the Chair to sign the Resolution as presented in support of the Colorado Department of Transportation's 2010-11 budget request for Regions 1 and 2.

Approval of Minutes – Minutes of the May 20 and 21, 2009, Public Sessions of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Matt Cook – With the budgetary shortfall of the Auto Industry Division, some of its investigative staff were temporarily re-assigned to the Division of Gaming. Matt acknowledged the teamwork of the Enforcement Line of Business and publicly thanked Ron Kammerzell, Brenda Davis, Laura Manning, Lad Sullivan, Gary Watada and the entire Gaming staff for their assistance and support.

Ron Kammerzell – A request for a hearing before the Commission had been received regarding a patron dispute. Mr. Kammerzell asked the Commissioners to review their availability for hearing the matter immediately following the July Commission meeting.

The Division held several well attended Industry Meetings in each of the Gaming towns to answer questions and relay information regarding Amendment 50. The final Gaming Update Newsletter was recently issued which was another way to share information with the industry on Amendment 50 issues. Director Kammerzell commended Gaming staff and the industry for preparing for July 2nd and ensuring a successful beginning to a new era in Colorado Gaming.

The engineering report on the Cripple Creek building revealed minor construction issues that need to be resolved prior to closing. The developer is resolving those issues and a closing date is expected in late July or August.

Adjournment – The meeting was adjourned at approximately 11:13 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
July 16, 2009

Public Session

I. Call to Order

The July 16, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:30 a.m. at the Division of Gaming office, 1881 Pierce St., Lakewood, Colorado. Commissioners Jim Alderden, Larry Gaddis, Florence Hunt and Meyer Saltzman were present, and a quorum existed.

Officials & Administrators in Attendance

Patty Imhoff, Chair
Jim Alderden, Vice Chair
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Meyer Saltzman, Commissioner
Matt Cook, Senior Director, Enforcement
Ron Kammerzell, Division 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, Black Hawk/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 (reconvened)

II. Election of Commission Officers FY 2010

Ceri Williams, Assistant Attorney General, conducted the election of chair of the Colorado Limited Gaming Control Commission to serve through Fiscal Year 2010. Nominations for chair were opened. Commissioner Saltzman nominated Chair Imhoff for the position. There were no further nominations, and the nominations were closed. The Commissioners voted unanimously in favor of Commissioner Imhoff to serve as the Commission chair for Fiscal Year 2010.

Nominations for vice-chair were then opened, and vice-chair Alderden nominated Commissioner Saltzman for the position. There were no further nominations, and the nominations were closed. The Commissioners voted unanimously in favor of Commissioner Saltzman to serve as the Commission vice-chair for Fiscal Year 2010.

III. Approval of Licensing Actions

The Commission voted unanimously to renew the retail licenses of Gold Creek Ventures, LLC d/b/a/ Gold Creek Casino and Double Eagle Resorts, Inc. d/b/a Double Eagle Hotel and Casino. To renew the manufacturer and distributor license for Bally Gaming, Inc. d/b/a Bally Technologies and to renew the operator licenses of Colorado Casino Resorts, Inc. and Bally Gaming, Inc. d/b/a Bally Technologies. The license renewals shall expire one year from the date of their current expirations.

The Commission voted unanimously to renew the manufacturer and distributor licenses for Aristocrat Technologies, Inc., Elektroncek d.d. and IGT, and to renew the operator licenses for Aristocrat Technologies, Inc. and IGT. The license renewals shall expire two years from the date of their current expirations.

The Commission also voted unanimously to issue new manufacturer/distributor and operator licenses to Interblock USA, L.C. These licenses will be effective on June 25, 2009 for the term of two years to coincide with the expiration date of the manufacturer/distributor license of Elektroncek d.d.

IV. 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, CEO for Colorado Casino Resorts, Inc. which operates the Double Eagle Hotel and Casino and is also President of the Colorado Gaming Association, gave an update regarding the implementation and success of Amendment 50 with new table games and 24-hour gaming at the casinos. He thanked Director Kammerzell, Gary Watada and Lad Sullivan for their hard work and their work with the industry the past few months to get the implementation of Amendment 50 off to a great start.

V. Rulemaking Hearing on Colorado Gaming Rule 12 – Gaming Devices and Equipment – Specifications for Tokens

The Commission voted unanimously to open the hearings on proposed changes to Colorado Limited Gaming Regulations, Rule 12. Don Burmania testified on the proposed changes to Regulation 47.1-1216. 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 on the proposed changes to Colorado Limited Gaming Regulations, Rule 12 and to adopt the amendments as presented.

VI. Consideration of Requests to re-open Rule Making Hearing regarding Gaming Rule 10 – Rules of Poker

The Commission voted unanimously to open the hearings on proposed changes to Colorado Limited Gaming Regulations, Rule 10 – Rules of Poker. Mr. John Hienenburger, Product Manager for Shuffle Master and Mr. Tom Sawyer from Bonus 6 both testified on the proposed amendments.

The public was given an opportunity to address the Commission on the proposed amendments and Edward Weisel, Director of Table Games for the Lodge and Gilpin Casinos came forward to testify.

The Commission voted unanimously to close and continue the hearing on the proposed amendments to Colorado Limited Gaming Regulations, Rule 10 until the next Commission meeting on August 27, 2009.

VII. Division Financial Statements

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the first (11) months ending May 31, 2009.

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

VIII. Organizational Matters

Approval of Minutes – The minutes of the June 18, 2009, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Matt Cook – The State's revenue has dropped \$960 million from this time last year. Due to this decline, 10% must be cut from the General Fund with \$5.1 million being cut from the General Fund programs within the Department of Revenue. The Division's ability to travel out of state must now be approved by the Governor's office and will be carefully scrutinized. Travel for background investigations will be exempt.

The State has instituted mandatory furlough days that will begin in September. The field offices will stagger the furlough days to ensure adequate coverage of the investigative staff in the casino towns.

Ron Kammerzell – Director Kammerzell introduced Anthony Webb, a new criminal investigator in the Cripple Creek office. Mr. Webb comes to the Division from the 4th Judicial District, District Attorney's office.

The implementation of Amendment 50 and the Fourth of July weekend were very successful. Director Kammerzell acknowledged Division Staff, Field Enforcement and the partnership with the Industry that created a successful beginning of 24 hour gaming, Craps and Roulette in Colorado.

Adjournment – The meeting was adjourned at approximately 11:15 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
August 27, 2009

Public Session

I. Call to Order

The August 27, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:24 a.m. at the Division of Gaming office, 1881 Pierce St., Lakewood, Colorado. Commissioners Jim Alderden, Larry Gaddis, Florence Hunt and Meyer Saltzman were present, and a quorum existed.

Officials & Administrators in Attendance

Patty Imhoff, Chair
Jim Alderden, Vice Chair
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Meyer Saltzman, Commissioner
Tim Weber, Deputy Director, Revenue
Matt Cook, Senior Director, Enforcement
Ron Kammerzell, Division 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, Black Hawk/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) (b) and (c), 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)

II. Approval of Licensing Actions

The Commission voted unanimously to renew and approve the Change of Ownership and the Manufacturer/Distributor and Operator licenses for Rocky Mountain Gaming Equipment, Inc. d/b/a Mountain Gaming Distributors.

III. 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, CEO for Colorado Casino Resorts, Inc. which operates the Double Eagle Hotel and Casino and is also President of the Colorado Gaming Association (CGA), gave an update regarding August revenue in the gaming towns. A packet was distributed with Gaming facts and figures assembled by the Colorado Gaming Association. He also apprised the Commission that CGA invited State Legislators to visit the gaming towns to educate them on the impact of legislation on Colorado Gaming.

IV. Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented the proposed Stipulation and Agreement in the Case No. SC 09-05, In the Matter of Jason Flanary, Support License #35312 and an Order to Show Cause in Case No. SC 09-06, In the Matter of Brian Patrick Lawlor, Support License #36601. The Commission voted unanimously to approve and authorize the Chair to sign the disciplinary actions.

V. Consideration of Rule Making Hearing regarding Gaming Rule 10 – Rules of Poker

The Commission voted unanimously to open the continued hearings on proposed changes to Colorado Limited Gaming Regulations, Rule 10 – Rules of Poker. Mr. Don Burmania, Communications Director with the Division of Gaming and Mr. John Henburger, Product Manager for Shuffle Master testified on 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 Colorado Limited Gaming Regulations, Rule 10 as presented with the addition of “at the table” at the end of 12-47.1-1062(6).

VI. Division Financial Statements

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the twelfth (12) month ending June 30, 2009.

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

VII. Certification of Fiscal Year 2009 Distribution

Vickie Floyd, Controller and Shane Gendron, Accountant presented the Fiscal Year 2009 distribution of the Limited Gaming Fund.

The Commission voted unanimously to certify the Fiscal Year 2009 distribution of the Limited Gaming Fund as presented by the Division.

VIII. Organizational Matters

Approval of Minutes – The minutes of the July 16, 2009, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell – The September 17th Commission meeting will be held in Cripple Creek and will begin at 10:30 am and the meeting on October 15th will be held in Central City and will begin at 10 am. Director Kammerzell also updated the Commission on current vacancies within the Division of Gaming and explained the Division should be begin filling those positions in the near future.

Director Kammerzell provided gaming statistics for fiscal year 2009 in which AGP totaled \$76.1 million which is up 16% from 2008, and up 32% from June 2008. For the month of July, 2009, table games were up 111% and slots were up 7.9% and \$2.1 million was paid in taxes up from \$1.2 million in July, 2008.

Adjournment – The meeting was adjourned at approximately 11:25 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
September 17, 2009

Public Session

I. Call to Order

The September 17, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 10:30 a.m. at the Division of Gaming office, 350 West Carr Avenue, Cripple Creek, Colorado. Commissioners Larry Gaddis and Florence Hunt were present, and a quorum existed. Commissioner Jim Alderden was excused for good cause. Vice Chair Meyer Saltzman arrived at 10:38 am.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair
Meyer Saltzman, Commission Vice-Chair
Florence Hunt, Commissioner
Larry Gaddis, Commissioner
Matt D. Cook, Senior Director, Enforcement
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Laura Manning, Chief of Investigations
Don Burmania, Director of Communications
Ceri Williams, Assistant Attorney General
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Lakewood
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, CEO for Colorado Casino Resorts, Inc. which operates the Double Eagle Hotel and Casino and is also President of the Colorado Gaming Association (CGA), gave an update regarding August revenue in the gaming towns. He also apprised the Commission that CGA continues to work with State Legislators to educate them on the impact of legislation on Colorado Gaming.

III. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented the proposed Stipulation and Agreements in Case No. SA 09-04, In the Matter of Merit Cripple Creek, LLC, Operator License #14-52410-0001, Case No. SA 09-05, In the Matter of American Gaming Group, LLC d/b/a Wildwood Casino at Cripple Creek, Retail License #14-52409-0001 and in Case No. SA 09-06 In the Matter of Kevin Robert Werner, Key License #34795. The Commission voted unanimously to approve and authorize the Chair to sign the disciplinary actions.

IV. Consideration of Supplemental Budget Request for FY 2009

Jill Vaughan, Budget Director of Enforcement, and Cindy Raiolo, Budget Analyst for the Division of Gaming, presented the request to decrease the Division's overall 2010 budget in the amount of \$105,278.

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 first (1) month ending July 31, 2009. The Commission voted unanimously to approve the financial statement and authorize its distribution.

VI. Organizational Matters

Approval of Minutes – Minutes of the August 27, 2009, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Director's Update

Director Ron Kammerzell informed the Commission that the Division of Gaming received a clean financial audit opinion for FY 2009. Ron recognized the hard work of the Division's Accounting staff for once again doing a great job. Due to the clean audit, the exit conference with the accounting firm was cancelled.

Director Kammerzell, Commission Chair Patty Imhoff and Vickie Floyd, Controller will be attending the legislative meeting on September 28th to discuss the impacts of Amendment 50 on Colorado Gaming.

The Executive Committee will be meeting next week to prioritize vacant positions within the Department of Revenue. Additional information will be presented at the October meeting.

Director Kammerzell introduced Mr. Don Felske, a new Compliance Investigator in the Cripple Creek office. Mr. Felske started with the Division in June 2009 and brings tremendous industry and computer science experience with him.

The meeting on October 15, 2009 will be held in the Central City office of the Division of Gaming beginning at 10 am.

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)

VII. Approval of Licensing Actions

The Commission voted unanimously to renew the Retail licenses for Dostal Alley, Inc. d/b/a Dostal Alley; CCSC/Black Hawk, Inc. d/b/a Lady Luck Casino Black Hawk; and Isle of Capri Black Hawk, LLC d/b/a Isle Casino Hotel Black Hawk. To renew the Operator licenses of CCSC/Black Hawk, Inc. d/b/a Lady Luck Casino Black Hawk and Wolff Gaming, Inc.; and, to renew the Manufacturer/Distributor licenses for IOC-Black Hawk Distribution Company, LLC and Wolff Gaming, Inc. The license renewals shall expire one year from the date of their current expirations.

Adjournment – The meeting was adjourned at approximately 11:21 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session

October 15, 2009

Public Session

I. Call to Order

The October 15, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 10:00 a.m. at the Division of Gaming office, 142 Lawrence Street, Central City, Colorado. Commissioners Jim Alderden, Larry Gaddis and Florence Hunt were present, and a quorum existed. Vice-Chair Meyer Saltzman arrived at 10:10 am.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair
Meyer Saltzman, Commission Vice-Chair
Jim Alderden, Commissioner
Florence Hunt, Commissioner
Larry Gaddis, Commissioner
Matt D. Cook, Senior Director, Enforcement
Ron Kammerzell, Director
Brenda Davis, Director of Administration
Don Burmania, Director of Communications
Ceri Williams, Assistant Attorney General
Vickie Floyd, Controller
Flavio Quintana, Agent in Charge, Lakewood
Lad Sullivan, 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.

John Bohannon, Vice President and General Manger, Isle of Capri Casino and Board Member of Colorado Gaming Association (CGA), gave the monthly update regarding September revenue and market growth in the gaming towns. He also apprised the Commission that certain distributions from the Limited Gaming Fund have been targeted by the Governor for reallocation.

Ron Slinger, Mayor of Central City welcomed the Commission and thanked them for having a meeting in Central City.

Greg Zentner, Investigator for the Division of Gaming, introduced Julie Davis, first licensee applicant, with Davis Gaming. Ms. Davis thanked the Commission for their consideration of the license application.

III. Presentation by the National Center for Responsible Gaming (NCRG)

Lois Rice, Executive Director of the Colorado Gaming Association, and Christine Reilly, Executive Director and founding member of NCRG, gave a presentation that illustrated the positive impact NCRG has made throughout the United States and how it has benefited Colorado Gaming.

John Bohannon from the Isle of Capri and Lady Luck Casinos presented the Colorado Coalition for Problem Gambling with a donation check of \$10,000. A representative of the Colorado Coalition of Problem Gambling thanked Mr. Bohannon for the generous donation.

IV. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented the proposed Findings, Conclusions and Order in Case No. SC 09-06, In the Matter of Brian Patrick Lawlor, Support License #36601. The Commission voted unanimously to approve and authorize the Chair to sign the disciplinary action revoking Mr. Lawlor's support license.

V. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the second (2) month ending August 31, 2009. The Commission voted unanimously to approve the financial statement and authorize its distribution.

VI. Organizational Matters

Approval of Minutes – Minutes of the September 17, 2009, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Director's Update:

Director Ron Kammerzell updated the Commission on job postings and hiring of personnel for the Division. He also informed the Commission that the Division continues to explore relocation of the Lakewood office and stated that the Division expects to finalize the purchase of the Cripple Creek property by the end of the year.

A discussion was had concerning the Limited Gaming Fund and the possible reallocation of the funds.

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)

VII. Approval of Licensing Actions

The Commission voted unanimously to renew the retail licenses for Red Dolly, Inc. d/b/a Red Dolly Casino, Inc., Riviera Black Hawk, Inc. d/b/a Riviera Black Hawk Casino, G.F. Gaming Corporation d/b/a The Famous Bonanza Casino Corporation and d/b/a Easy Street Casino; to renew the operator license for Luna Gaming – Red Dolly, LLC, and to renew 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 unanimously to renew the retail and operator license for Barden Gaming, LLC d/b/a Fitzgeralds Casino, and to renew the manufacturer/distributor license for Vista Gaming Corporation. The license renewals shall expire one year from the date of their current expirations.

The Commission also voted unanimously to issue a new retail license to Davis Gaming, LLC d/b/a Papone's Palace Casino. The license shall expire two years from the date of its issuance and shall be subject to the standard conditions for a retail license.

Adjournment – The meeting was adjourned at approximately 12:15 p.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session

November 19, 2009

Public Session

I. Call to Order

The November 19, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:20 a.m. at the Division of Gaming office, 1881 Pierce St, Lakewood, Colorado. Vice Chair Meyer Saltzman, Commissioners Florence Hunt and Larry Gaddis were present, and a quorum existed. Commissioner Jim Alderden was excused for good cause.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair

Meyer Saltzman, Commission Vice Chair

Larry Gaddis, Commissioner

Florence Hunt, Commissioner

Tim Weber, Deputy Director, Revenue

Matt Cook, Senior Director, Enforcement

Ron Kammerzell, Director

Laura Manning, Chief Investigator

Don Burmania, Communications Director

Ceri Williams, Assistant Attorney General

Geri Clerkin, Chief Auditor

Vickie Floyd, Controller

Flavio Quintana, Agent in Charge, Lakewood

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 (reconvened)

II. Approval of Licensing Actions

The Commission voted to renew the Retail License for Ameristar Casino Black Hawk, Inc. d/b/a Ameristar Casino Black Hawk and the Manufacturer/Distributor and Operator Licenses for Ameristar Casino Black Hawk, Inc. d/b/a Ameristar Casino Black Hawk; and for Universal

Gaming Resources, LLC. The license renewals shall expire two years from the date of their current expirations.

III. 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. No one came forward.

IV. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented an Order of Summary Suspension, Case No. OSS 09-02, In the Matter of Thomas Clyde Robertson, Support License # 19471.

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

V. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the third (3) month ending September 30, 2009. The Commission voted unanimously to approve the financial statement and authorize its distribution.

VI. Organizational Matters

Approval of Minutes – Minutes of the October 15, 2009, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Director's Update

Tim Weber – Mr. Weber and Roxy Huber, Executive Director, recently accompanied Division of Gaming Investigators to the firing range to learn more about the training and expertise the staff possesses. He anticipates spending time with other Divisions as well to learn more about each line of business within the Enforcement Group.

Matt Cook – Introduced Lori Malcolm, the new Director for the Colorado Auto Theft Protection Agency.

Ron Kammerzell – Amendment 50 staffing update: Two out of three of the vacant Background Investigative positions in the Lakewood office have been filled effective December 1st. There are currently 4 vacant positions in the Investigation Section in Central City and interviews are being conducted with qualified applicants. In Cripple Creek, there is one vacant audit position to be filled which has been posted.

The Division continues to explore possibilities for the relocation of the Lakewood office. October gaming revenue is up 9.73% from October 2008 and up 8.64% from last year. Taxes are up 17.55% from October 2008, and 20.43 % from year to date last year.

Mr. Kammerzell discussed scheduling for upcoming hearings in December 2009 and January 2010.

Adjournment – The meeting was adjourned at approximately 10:21 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
December 17, 2009

Public Session

I. Call to Order

The December 17, 2009, meeting of the Colorado Limited Gaming Control Commission was called to order by Chair Patty Imhoff at approximately 9:23 a.m. at the Division of Gaming office, 1881 Pierce St, Lakewood, Colorado. Vice Chair Meyer Saltzman, Commissioners Jim Alderden, Florence Hunt and Larry Gaddis were present, and a quorum existed.

Officials & Administrators in Attendance

Patty Imhoff, Commission Chair
Meyer Saltzman, Commission Vice Chair
Jim Alderden, Commissioner
Larry Gaddis, Commissioner
Florence Hunt, Commissioner
Tim Weber, Deputy Director, Revenue
Matt Cook, Senior Director, Enforcement
Ron Kammerzell, Director
Laura Manning, Chief Investigator
Don Burmania, Communications Director
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

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)

II. Approval of Licensing Actions

The Commission voted to renew the Manufacturer/Distributor License for PDS Gaming Corporation – Colorado. The license renewal shall expire two years from the date of its current expiration.

III. 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., which operates the Double Eagle Hotel and Casino, came forward. He apprised the Commission that there has been no increase in calls regarding problem gambling since the inception of Amendment 50. He also asked the Commission to consider providing guidance or communication to the industry regarding the decision making process relevant to tax setting.

IV. Consideration of Disciplinary Actions

Ceri Williams, Assistant Attorney General, presented an Order of Summary Suspension, Case #OSS 09-03, In the Matter of Mi Son Kim, Support License # 35417, Stipulation and Agreements in Case #SA 09-07, In the Matter of Angela Hardesty, Key License #17694, and in Case #SA 09-08, In the Matter of Kevin Werner, Key License #34795.

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

V. Presentation Request by the Colorado Department of Public Safety

The Colorado State Patrol addressed the Commission regarding a request for spending authority from the JBC for four new state troopers in the gaming jurisdictions. The Commission requested additional information and statistics to support the request for new troopers, and asked that the documentation be submitted as soon as such information is available.

VI. Consideration of Supplemental Budget Request for FY 2009-10

The Chair voted unanimously to approve the Supplemental Budget Request to decrease the overall budget for Fiscal Year 2009-2010 in the amount of \$32,641.

VII. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the Fourth (4) month ending October 31, 2009. The Commission voted unanimously to approve the financial statement and authorize its distribution.

VIII. Organizational Matters

Approval of Minutes – Minutes of the November 19, 2009, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Director's Update

Ron Kammerzell – Mr. Kammerzell introduced two new Background Investigators for the Division of Gaming: Robert Darrow, who comes to the Division from the Wheat Ridge Police Department and Brian Mestas who worked with State Parole.

An update was also given regarding vacant positions in the Central City/Black Hawk and Cripple Creek offices.

The relocation of the Lakewood office continues to be pursued. More sites are being researched and the Division is being prudent to remain as close to expenditure neutral as possible for budget purposes.

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

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission