

Colorado Limited Gaming Control Commission

Minutes of Public Session
January 17, 2013

Public Session

I. Call to Order

The January 17, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 9:40 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, Suite 135, Golden, Colorado. Commissioners, Bill Hughes and Chuck Murphy were present and a quorum existed. Commissioners Doug Darr and Jannine Mohr were excused for good cause.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Chuck Murphy, Commissioner
Bill Hughes, Commissioner
Laura Manning, Acting Director
Brenda Davis, Director of Administration
Ceri Williams, Senior Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Flavio Quintana, Acting Chief of Investigations
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Cameron Lewis, Public Information Officer
Wendy Spaulding, Secretary to the Commission

Public Session

Chairman Hutson began the meeting by introducing two members of the Southern Ute Division of Gaming Commission, Bertha Box, Chairperson and Linda Baker, Commissioner.

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.

Lois Rice, Executive Director, Colorado Gaming Association (CGA), presented Cindy Payne, President, Problem Gambling Coalition, with the first donation installment in the amount of \$10,000. Ms. Payne came forward to thank the CGA for its generous donation.

III. Consideration of Disciplinary Actions

Ceri Williams, Senior Assistant Attorney General, presented the Stipulation and Agreement in Case No. SC 12-09, In the Matter of Jason Scott McCleary, Support License No. 22427, and the Orders of Summary Suspension in Case No. OSS 12-16, In the Matter of Iulian Guira, Support License No. 16434 and Case No. OSS 12-22, In the Matter of Kelly L. Forrest, Support License No. 36364.

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

IV. Gaming Budget/Pots Allocation

Jill Vaughan, Budget Director, Enforcement Business Group, presented a change in the Division of Gaming's supplemental budget request process as it relates to the Department of Revenue's Pots Allocations, otherwise referred to as Central Appropriations.

In an effort to provide pot adjustments consistently throughout the Department of Revenue and ensure that Gaming's operational needs are met with available central appropriation spending authority, adjustments to the Gaming pots allocations will no longer be presented to the Gaming Commission throughout the year. The adjustments made during the year will continue to be summarized in each year's Gaming Budget Request that is presented for review and approval of the Gaming Commission.

V. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the five (5) months ending November 30, 2012.

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

VI. Consideration of Organizational Matters

Approval of Minutes – Minutes of the December 20, 2012 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Laura Manning, Acting Director, stated that the proposed legislation for the Sunset Review is scheduled to be heard on January 29, before the Senate Finance Committee. She also explained that Commissioners Darr and Hughes will be confirmed during the legislative session and that Commissioner Murphy will be re-confirmed. Those dates will be set in the near future.

Director Manning also introduced Debi Slaymaker, a new Administrative Assistant with the Division in the Cripple Creek office.

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 and Colorado Bureau of Investigation.

Public Session (Reconvened)

VII. Approval of Licensing Actions

The Commission voted unanimously to approve the renewal of the Retail License for RCH Colorado, LLC d/b/a Reserve Casino Hotel, subject to the condition that 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 the members of 321 Gregory Street, LLC, nor exercise any control on the licensee or any of its associated businesses. The license shall expire two years from the date of its current expiration.

The Commission voted unanimously to approve the renewal of the Manufacturer/Distributor and Operator License for Konami Gaming, Inc., and the renewal of the Manufacturer/Distributor license for F&E/Financial Equipment Company, Inc. The licenses shall expire two years from the date of their current expirations.

The Commission voted unanimously to approve the Change of Ownership of the Retail License of Pioneer Group, Inc. d/b/a Bronco Billy's Sports Bar & Casino, d/b/a Buffalo Billy's Casino and d/b/a Billy's Casino and Majestic Colorado Gaming, LLC d/b/a Fitzgeralds Casino. The licenses shall expire two years from the date of their current expirations.

The Commission also voted unanimously to approve the first issuance of the Retail License for Kings, Queens and Jacks, LLC d/b/a Fitzgerald's 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.

The Chairman extended an additional opportunity for the public to address the Commission. Mr. James Hartman, Executive Vice President and COO, Saratoga Harness Racing, Inc., parent company of Kings, Queens and Jacks, LLC, came forward to thank the Commission for approving the license application, to thank the Division for their professionalism and time during the background investigation, and complimented the Division on having a top notch team.

Adjournment – The meeting was adjourned at approximately 10:25 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
February 21, 2013

Public Session

I. Call to Order

The February 21, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 9:35 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, Suite 135, Golden, Colorado. Commissioners Doug Darr and Jannine Mohr, were present and a quorum existed. Commissioners Bill Hughes and Chuck Murphy were excused for good cause.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Jannine Mohr, Vice Chair
Doug Darr, Commissioner
Ron Kammerzell, Acting Senior Director
Laura Manning, Acting Director
Brenda Davis, Director of Administration
Ceri Williams, Senior Assistant Attorney General
Vickie Floyd, Controller
Flavio Quintana, Acting Chief of Investigations
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Cameron Lewis, Public Information Officer
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.

Lois Rice, Executive Director, Colorado Gaming Association (CGA), apprised the Commission that the Colorado casino industry has requested the CGA provide training regarding Title 31 (IRS and Financial Crimes Enforcement Network). The CGA is preparing a webinar that will be presented in April and May 2013.

Cindy Payne, President, Problem Gambling Coalition (PGCC), gave an update on the Self Exclusion program. She also gave an update on the Scholarship Program and congratulated the first place and second place winners of this years' scholarship. The PGCC also received a request

from the Colorado casino industry to provide training on how to talk with patrons who may have a gambling problem. This training will be coordinated with the CGA training in April and May.

III. Consideration of Disciplinary Actions

Ceri Williams, Senior Assistant Attorney General, presented the Stipulation and Agreement in Case No. SA 12-02, In the Matter of Lisa Jane Hadaway, Key License No. 38650, and the Order to Show Cause in Case No. SC 13-03, In the Matter of Sharyce Humphrey, Support License No. 40933. Ms. Williams also presented the Orders of Summary Suspension in Case No. OSS 13-01, In the Matter of Skyler Brucher, Support License No. 38632 and Case No. OSS 13-02, In the Matter of Kelly O'Connell, Support License No. 30889, and the Findings, Conclusions and Order in Case No. SC 12-23, In the Matter of Stephen L. Glakeler, Support License No. 41488.

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 six (6) months ending December 31, 2012.

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

V. Consideration of Organizational Matters

Approval of Minutes – Minutes of the January 17, 2013 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

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 for residential purposes pursuant to C.R.S. §12-47.1-401(1)(b).

Directors' Update:

Ron Kammerzell, Acting Senior Director, Enforcement Business Group, gave an update regarding the status of Amendment 64. The Marijuana Task Force will provide a report containing recommendations and the report will be presented to the Governor, General Assembly and the Attorney General in the upcoming weeks.

Laura Manning, Acting Director, stated that the Division's Sunset Bill was introduced to the legislature on February 8; it is now SB 13-173. Additionally, each year the Division is statutorily required to prepare an Annual Report by March 1, which will be presented to the Governor, General Assembly, Legislative Audit Committee and the Executive Director of the Department.

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)

VI. Approval of Licensing Actions

The Commission voted unanimously to approve the renewal of the Retail Licenses for Pioneer Group, Inc. d/b/a Bronco Billy's Sports Bar & Casino, d/b/a Buffalo Billy's Casino and d/b/a Billy's Casino and the renewal of the Manufacturer/Distributor and Operator Licenses for Spielo International Canada, ULC and Spielo International USA, LLC. The licenses shall expire two years from the date of their current expirations.

The Commission also voted unanimously to approve Change in Ownership for the Retail Licenses of G.F. Gaming Corporation d/b/a The Famous Bonanza Casino Corp. and d/b/a Easy Street Casino.

The Chairman extended an additional opportunity for the public to address the Commission. Mr. John Tipton, Counsel for the Spielo Corporations came forward to introduce Luke Orchard, Vice President and Chief of Compliance, Lotomatica Group. Mr. Orchard thanked the Commission for the renewal of the licenses and commended the Division of Gaming staff on their professionalism, effort and for all the great work that was done on the background investigation.

Adjournment – The meeting was adjourned at approximately 10:15 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
March 21, 2013

Public Session

I. Call to Order

The March 21, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 9:30 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, Suite 135, Golden, Colorado. Commissioners Jannine Mohr, Doug Darr, Bill Hughes and Chuck Murphy were present and a quorum existed.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Jannine Mohr, Vice Chair
Doug Darr, Commissioner
Bill Hughes, Commissioner
Chuck Murphy, Commissioner
Laura Manning, Acting Director
Brenda Davis, Director of Administration
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Flavio Quintana, Acting Chief of Investigations
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Cameron Lewis, Public Information Officer
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.

Lois Rice, Executive Director, Colorado Gaming Association (CGA), apprised the Commission that the webinars discussed at the previous Commission regarding Title 31 (IRS and Financial Crimes Enforcement Network), will be held April 17 and May 22, 2013. Online registration will be provided along with an area for written questions which will be answered on the webinars.

III. Consideration of Disciplinary Actions

The Stipulation and Agreement in Case No. SA 13-03, In the Matter of Richard Douglas Sweeney, Key License No. 26206, and the Orders to Show Cause in Case No. SC 13-02, In the Matter of Lisa Magee, Support License No. 31502, Case No. SC 13-04, In the Matter of Kayce Kaufman, Support License No. 40411 and Case No. SC 13-06, In the Matter of Monique Lucero, Support License No. 37763, were considered by the Commission.

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 seven (7) months ended January 31, 2013.

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

V. Consideration of Organizational Matters

Approval of Minutes – Minutes of the February 21, 2013, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Laura Manning, Acting Director, explained that Commissioners Darr, Hughes and Murphy went before the Senate Finance Committee; Darr and Hughes for their initial confirmation hearing and Commissioner Murphy for his hearing to be reconfirmed as a Gaming Commissioner. Ms. Manning gave an update on the Division's Sunset Bill that also went before the Senate Finance Committee; one amendment was presented, which would continue the 2% distribution from the Local Gaming Impact Fund to the Gambling Addiction Fund. Neither the Sunset Bill nor the amendment were voted on and the bill was laid over pending additional amendments. Senate Bill 133 was signed by the Governor which changes the amount of the state share of the Limited Gaming Fund from a percentage based distribution to a dollar amount. Ms. Manning apprised the Commission that the Division's Annual Report was completed and a copy is on the gaming website. She also described the upcoming tax setting hearings and the logistics associated with the hearings. In closing, condolences on behalf of the Division were expressed to the family of Tom Clements, Executive Director, Department of Corrections, and to the employees of the Department of Corrections.

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)

VI. Approval of Licensing Actions

The Commission voted unanimously to approve the renewal of the Retail Licenses for WMCK Acquisition Corp. d/b/a Century Casino Cripple Creek, Century Casinos Cripple Creek, Inc. d/b/a Century Casinos and CC Tollgate, LLC d/b/a Century Casino. The licenses shall expire two years from the date of their current expirations.

The Chairman extended an additional opportunity for the public to address the Commission. Mr. Mickey Rosenbaum, General Manager, Century Casino, Central City, thanked the Commission for its consideration and renewal of the retail licenses.

Adjournment – The meeting was adjourned at approximately 9:53 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session

April 18, 2013

Public Session

I. Call to Order

The April 18, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 9:30 a.m. at the Division of Gaming office, 17301 West Colfax Avenue, Suite #135, Golden, Colorado. Commissioners Jannine Mohr, Doug Darr, Bill Hughes and Chuck Murphy were present, and a quorum existed.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Jannine Mohr, Vice-Chairman
Doug Darr, Commissioner
Bill Hughes, Commissioner
Chuck Murphy, Commissioner
Ron Kammerzell, Deputy Senior Director
Laura Manning, Director
Brenda Davis, Director of Administration
Claudia Brett Goldin, First Assistant Attorney General
Flavio Quintana, Acting Chief of Investigations
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Jill Vaughan, Budget Director
Cindy Raiolo, Budget Analyst
Cameron Lewis, Public Information Officer
Lad Sullivan, Agent in Charge, Central City
Wendy Spaulding, Secretary to the Commission

II. Opportunity for the Public to Address the Commission

Lois Rice, Executive Director, Colorado Gaming Association (CGA), presented Cindy Payne, President, Problem Gambling Coalition (PGCC), with a second installment donation check in the amount of \$10,000.

III. Fiscal Year 2014 Budget Requests

Presentation by the Colorado Department of Local Affairs – Clay Brown, Regional Field Manager and Bret Hillberry, Program Manager, presented the FY2014 budget request in the amount of \$156,633 for the Local Government Limited Gaming Impact Fund, which is within the Colorado

Department of Local Affairs. The Commission voted unanimously to approve the request as presented.

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

- *Colorado Bureau of Investigation* – Ron Sloan, Director and Steve Johnson, Director, Gaming Unit, presented the FY2014 budget request in the amount of \$950,298. The Commission voted to approve the request as presented. Commissioners Hughes and Murphy opposed the motion. The motion carried.
- *Colorado State Patrol* – Colonel Scott Hernandez, Interim Chief, presented the FY2014 budget request in the amount of \$2,918,536 and also provided detailed statistics and handouts concerning CSP activities in the gaming areas. The Commission voted unanimously to approve the request as presented.
- *Division of Fire Prevention and Control* – Paul L. Cook, Division Director, presented the FY2014 budget request in the amount of \$189,532. The Commission voted unanimously to approve the request as presented.
- *Presentation by the Division of Gaming* – Jill Vaughan, Budget Director, Enforcement Business Group, presented the FY2014 budget in the amount of \$11,054,258. The Commission voted to approve the request as presented. Commissioner Hughes opposed the I/T allocation to the Division and therefore opposed the motion. The motion carried.

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

The Commission voted unanimously to open the hearings on 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 History Colorado. 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 testimony is received 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 2014 costs related to the impacts of legalized gaming. The impacts involve the workload of court clerks and judgeships in Gilpin and Teller Counties.

- *History Colorado* - Ed Nichols, President and CEO, History Colorado, presented an overview of projects that are funded by gaming revenue and requested that the Commission make no change to the current tax structure.
- *Colorado Community College System* – Dr. Nancy McCallin, President, and Mark Superka, CFO, Colorado Community College System, presented an overview of the use of Gaming Tax proceeds by the Community Colleges in the State of Colorado and requested that the Commission make no change to the current tax structure. Commission Darr requested additional information and Dr. McCallin agreed to provide the same.

The Chair extended an opportunity for the public to testify on Regulation 47.1-1401. No one came forward.

The Commission voted unanimously to close and continue the Gaming Tax hearings on May 16, 2013 at its next regularly scheduled meeting.

V. Division Financial Statement

Vickie Floyd, Controller, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the eight (8) months ending February 28, 2013.

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

VI. Consideration of Organizational Matters

Approval of Minutes – Minutes of the March 21, 2013, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell, Deputy Senior Director, Enforcement Business Group, congratulated Laura Manning who has been appointed as the Director of the Division of Gaming. The Gaming Sunset Bill, Senate Bill 173, is scheduled to be heard in the Senate Finance Committee next Tuesday at 1:30 pm.

Laura Manning, Director, introduced and welcomed three new investigators from the Central City office, Lynn Kilian, Brian Struzeski and Mary Harris. Director Manning then advised the Commission of an incident in which Gaming Investigator, Jeremy Kimmel, while off - duty, was instrumental in assisting a pedestrian that was struck by a car. She read the letter that was issued to Investigator Kimmel by Governor Hickenlooper thanking him for his service.

Executive Session

Review of 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 approve the renewal of the Retail and Manufacturer/Distributor licenses for Black Hawk/Jacobs Entertainment, LLC, d/b/a The Lodge Casino at Black Hawk and Penn Bullwhackers, Inc. d/b/a Bullwhackers Casino, and to renew the Retail license for Gilpin Hotel d/b/a the Gilpin Hotel Casino, Ltd. The licenses shall expire two years from the date of their current expirations.

The Commission gave anyone from the public to come forward, no one came forward.

Adjournment – The meeting was adjourned at approximately 12:33 p.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session

May 16, 2013

Public Session

I. Call to Order

The May 16, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 9:02 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Jannine Mohr, Chuck Murphy and Douglas Darr were present and a quorum existed. Commissioner William Hughes was in transit when the meeting commenced and arrived at approximately 9:12 am.

Officials & Administrators in Attendance

Roger Hutson, Commission Chair
Jannine Mohr, Vice-Chair
Chuck Murphy, Commissioner
Douglas Darr, Commissioner
William Hughes, Commissioner
Ron Kammerzell, Deputy Senior Director
Laura Manning, Director
Brenda Davis, Director of Administration
Flavio Quintana, Chief of Investigations
Claudia Brett Goldin, First Assistant Attorney General
Laurie Rottersman, Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Jill Vaughan, Budget Director
Cameron Lewis, Public Information Officer
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Wendy Spaulding, Assistant to the Senior Director
Allison Tauchen, Tax Examiner

II. Continuation of Hearings on Colorado Gaming Regulation 47.1-1401, 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:

Cripple Creek – Paul Harris, Finance Director, presented the City of Cripple Creek’s annual report and stated that Cripple Creek supports maintaining the current tax structure to help keep stability within the industry and city.

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.

Central City – Brenda Davis, Director of Administration for the Division of Gaming, submitted the annual report provided by the City of Central into the record as a representative from the city was not in attendance to present the information. In its report, the city requested the tax rates to remain unchanged for FY2014.

Black Hawk – Brenda Davis, Director of Administration, submitted the report provided by the City of Black Hawk into the record as a representative from the city was not in attendance to present the information. In its report, the city requested the tax rates to remain unchanged for FY2014.

Teller County – Brenda Davis, Director of Administration, submitted the report provided by the county of Teller into the record as a representative from the county was not in attendance to present the information. In its report, the county requested the tax rates to remain unchanged for FY2014.

Additional presentations were made by the following:

Department of Revenue – Jill Vaughan, Budget Director, presented the Division of Gaming's FY 2013 revenue projections. The estimated FY 2013 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 \$766 million, with estimated total tax revenue of \$105 million. The FY 2014 revenues are projected to be the same as FY 2013.

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.

Colorado Gaming Association (CGA) – Mark Grueskin, Legal Counsel, presented the association's position on the tax rate. Mr. Grueskin presented the CGA's request to retain the current tax rate structure for Fiscal Year 2014.

Public Testimony

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

Certifications

The Commission certified that the following continuation budget requests for Fiscal Year 2013 were being considered by the Commission in setting the gaming tax rate beginning July 1, 2013: 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 the state agency program impacts were being considered by the Commission in setting the gaming tax rate starting July 1, 2013, 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 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 10:02 a.m.

The Commission voted unanimously to close the hearings on proposed amendments to Colorado Gaming Regulation 47.1-1401, Gaming Tax. The Commission publicly 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 retain the current gaming tax rates.

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

Flavio Quintana, Chief of Investigations, presented the Orders to Show Cause in Case No. SC 12-08, In the Matter of Douglas Michael Daugherty, Support License No. 39578, Key License No. 40460, Case No. SC 13-02, In the Matter of Lisa Magee, Support License No. 31502 and Case No. SC 13-04, In the Matter of Kayce Kaufman, Support License No. 40411.

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

V. Consideration of Amendments to Rules 1,8,10,12,13,21,22,23

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Limited Gaming Rules 1,8,10,12,13,21,22 and 23. Sean Ballain, Investigator, Division of Gaming, Deb Gorham, System Specialist, Division of Gaming and Paul Hogan, System Specialist, Division of Gaming presented proposed changes to the following regulations:

<u>Rule 1</u>	47.1-106	Definitions
<u>Rule 8</u>	47.1-831	Procedure for accepting cash at blackjack table
<u>Rule 10</u>	47.1-1044 47.1-1045	Wagers to be made with coins and approved tokens and chips Procedure for accepting cash at poker tables
<u>Rule 12</u>	47.1-1221	Definitions for slot machines

	47.1-1272	Types of Tickets
	47.1-1276	Restriction on ATM or credit card functionality
<u>Rule 13</u>	47.1-1306	Forms of Wagers
	47.1-1308	Check Cashing Practices
<u>Rule 21</u>	47.1-2108	The Play – Golden 21 Poker: Blackjack Additional Optional Wager
<u>Rule 22</u>	47.1-2202	Roulette game drop box procedures
	47.1-2203	Placement of wagers; permissible and optional wagers
<u>Rule 23</u>	47.1-2316	Craps chips required
	47.1-2317.02	The Play – Craps with Sharp Shooter

VI. 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, 2013.

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

VII. Consideration of Organizational Matters

Approval of Minutes – Minutes of the April 18, 2013, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell – Deputy Senior Director Kammerzell thanked the Commission on behalf of the Department of Revenue for its work and diligence in connection with the gaming tax hearings and the Gaming Association and Industry for their continued support of Colorado Gaming. Deputy Senior Director Kammerzell gave an update regarding the Sunset Bill, which was pushed to the last day of the Legislative Session; the bill was passed.

Laura Manning – Director Manning commented on the passing of the Sunset Bill. The Division will begin the process of implementing changes and facilitating workshops. Additionally, Director Manning announced Flavio Quintana's promotion to Chief of Investigations.

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)(a)and(d) of the Colorado Revised Statutes to review confidential reports from the Division of Gaming and to review executive session minutes.

Public Session (Reconvened)

VIII. Consideration of Licensing Actions

The Commission voted unanimously to approve the renewal of the Retail License of Ed & Shirley's, Inc. d/b/a The Wild Card Saloon. The license shall expire two years from the date of their current expiration.

The Commission voted unanimously to approve the renewal of the Retail License of Shirley & Ed's, Inc. d/b/a Black Hawk Station. The license shall expire two years from the date of their current expiration.

The Commission voted unanimously to approve the renewal of the Retail License of Sasquatch Casino, LLC d/b/a Sasquatch Casino. The license shall expire two years from the date of their current expiration.

Ed Smith thanked the Commission and Division for the approval of the renewal of Retail License of Ed & Shirley's, Inc. d/b/a The Wild Card Saloon, Shirley & Ed's, Inc. d/b/a Black Hawk Station and Sasquatch Casino, LLC d/b/a Sasquatch Casino.

Adjournment – The meeting was adjourned at approximately 10:46 a.m.

Wendy Spaulding, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
June 20, 2013

Public Session

I. Call to Order

The June 20, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 9:30 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Jannine Mohr, Charles Murphy, Douglas Darr and William Hughes were present and a quorum existed.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Jannine Mohr, Vice-Chairman
Charles Murphy, Commissioner
Douglas Darr, Commissioner
William Hughes, Commissioner
Ron Kammerzell, Senior Deputy Director
Laura Manning, Director
Brenda Davis, Director of Administration
Flavio Quintana, Chief of Investigations
Laurie Rottersman, Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Jill Vaughan, Budget Director
Cindy Raiolo, Budget Analyst
Cameron Lewis, Public Information Officer
Kirsten Gregg, Supervisory Investigator, Golden
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Allison Tauchen, Secretary to the Commission
Wendy Spaulding, Assistant to the Senior Director

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.

Cindy Payne, President, Problem Gambling Coalition (PGCC), gave an update on the Problem Gambling program, including Self Exclusion and the sources of funds that the organization receives.

Roger Baker, County Manager, Gilpin County, shared his perspective on gaming tax practices and requested the Commission re-review the matter.

III. Consideration of Disciplinary Actions

Flavio Quintana, Chief of Investigations, presented the Stipulation and Agreements in Case No. SA 13-04, In the Matter of CCSC/Black Hawk Casino, Inc. d/b/a Lady Luck Black Hawk, Case No. SA 13-05, In the Matter of Riviera Black Hawk Casino, Inc. d/b/a Riviera Black Hawk, Case No. 13-06, In the Matter of Monique Lucero, Support License No. 37763, the Orders of Summary Suspension in Case No. OSS 13-04, In the Matter of Brandon Izac Smith, Support License No. 41755 and Case No. OSS 13-05, In the Matter of Linda Kay Santeramo, Support License No. 31996, and the Findings, Conclusions and Order in Case No. SC 13-03, In the Matter of Sharyce Humphrey, Support License No. 40933.

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 Ten (10) months ending April 30, 2013.

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

V. Consideration of Supplemental Budget Request FY13

Cindy Raiolo, Budget Analyst, presented the supplemental budget request which would decrease the Division's overall budget by \$29,264 for Fiscal Year 2013.

The Commission voted unanimously to approve the supplemental budget request as presented.

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

The Commission voted unanimously to open the hearings on Colorado Gaming Regulations Rule 3.

Jill Vaughan, Budget Director, and Cindy Raiolo, Budget Analyst, presented information regarding Colorado Limited Gaming Regulations 47.1-303 and 305.

The Commission voted unanimously to close the hearing on Gaming Rule 3, and make no changes.

VII. Consideration of Organizational Matters

Approval of Minutes – Minutes of the May 16, 2013, Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell – The Departmental-wide licensing database suffered a catastrophic crash, resulting in a major loss of data. The Division of Gaming is unable to retrieve most scanned licensing documents between July of 2012 and March of 2013. Steps are being taken to discover why this failure occurred, how it corrupted so many files and what the Department can do to prevent issues like this from occurring in the future. The Office of Information Technology has taken responsibility for the data loss.

Laura Manning – Director Manning explained the finding of asbestos in the Central City office during a carpet replacement project. Mitigation and abatement of the asbestos begins on July 1st, with the

carpet install expected to be complete by July 12th. Director Manning notified the Commission that the August Commission meeting will be on the 22nd in Golden, while the September meeting will be in Cripple Creek and the October meeting in Central City. Additionally, Ms. Manning announced the transfer of Wendy Spaulding to the Enforcement Business Group and congratulated Allison Tauchen on her promotion as the Assistant to the Director/Secretary to the Commission. She then introduced Laura Perry, Auditor, and Clarendon Tate, Investigator, as new employees with the Division.

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 and the Colorado Bureau of Investigation.

Public Session (Reconvened)

VIII. Consideration of Licensing Actions

The Commission voted unanimously to approve the renewal of the Retail License of Big Jim's Gambling Hall and Saloon, LLC, d/b/a Big Jim's Casino, which will have the following condition: the licensee, all associated persons and all associated businesses shall discontinue any and all business agreements with Mr. Kislin, including debt agreements, by December 20, 2013.

The Commission also voted unanimously to approve the renewal of the Retail Licenses of Casino Holdings, Inc. d/b/a Brass Ass Casino, Holland Ventures, Inc. d/b/a J.P. McGills Hotel & Casino, Midnight Rose Hotel & Casino, Inc. d/b/a Midnight Rose Hotel & Casino, and the Manufacturer/Distributor License for 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 expiration.

The Commission voted unanimously to approve the Change in Ownership of the Manufacturer/Distributor and Retail License for Penn Bullwhackers, Inc. d/b/a Bullwhackers Casino.

Adjournment – The meeting was adjourned at approximately 11:18 a.m.

Allison Tauchen, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
July 18, 2013

Public Session

I. Call to Order

The July 18, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Vice-Chair Jannine Mohr at approximately 9:40 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Charles Murphy and William Hughes were present, and a quorum existed.

Officials & Administrators in Attendance

Jannine Mohr, Vice-Chair
Charles Murphy, Commissioner
William Hughes, Commissioner
Ron Kammerzell, Deputy Senior Director, Enforcement
Laura Manning, Director
Brenda Davis, Director of Administration
Flavio Quintana, Chief of Investigations
Laurie Rottersman, Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Kirsten Gregg, Agent in Charge, Golden
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Cameron Lewis, Communications Specialist
Allison Yunko, Secretary to the Commission

Public Session

II. Opportunity for the Public to Address the Commission

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

Cindy Payne, President, Problem Gambling Coalition of Colorado (PGCC), gave an update on the Problem Gambling program, including fundraising events and the organization's scholarship opportunity.

III. 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, 2013.

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

IV. Consideration of Organizational Matters

Approval of Minutes – Minutes of the June 20, 2013 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Laura Manning, Director, Division of Gaming, announced that GLI and BMM have signed the test lab contracts. GLI submitted a press release once its contract was executed. Director Manning notified the Commission that the August Commission meeting will be on the 22nd in Golden, while the September meeting will be in Cripple Creek and the October meeting in Central City. Additionally, Ms. Manning congratulated Kirsten Gregg on her promotion as the Agent in Charge for Golden and introduced Roger Schneider, Investigator, as the new transfer employee in the Golden office from Cripple Creek.

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 and the Colorado Bureau of Investigation.

Public Session (Reconvened)

V. Approval of Licensing Actions

The Commission voted unanimously to approve the renewal of the Manufacturer/Distributor Licenses of Aristocrat Technologies, Inc., Interblock USA L.C. d/b/a Interblock USA L.C., IGT, and the Operator Licenses for Aristocrat Technologies, Inc., Interblock USA L.C. d/b/a Interblock USA L.C. and IGT.

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

VI. Election of Commission Officers FY 2013

Laurie Rottersman, Assistant Attorney General, conducted the election for Chair of the Colorado Limited Gaming Control Commission to serve through Fiscal Year 2014. Nominations for Chair were opened and Commissioner Charles Murphy nominated Chairman Roger Hutson for the position. There were no further nominations, and the nominations were closed. The Commissioners voted unanimously in favor of Chairman Hutson to serve as the Commission Chair for Fiscal Year 2014.

Nominations for Vice-Chair were then opened and Commissioner Charles Murphy nominated Vice-Chairman Jannine Mohr for the position. There were no further nominations, and the nominations were closed. The Commissioners voted unanimously in favor of Vice-Chairman Mohr to serve as the Commission Vice-Chair for Fiscal Year 2014.

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

Allison Yunko, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
August 22, 2013

Public Session

I. Call to Order

The August 22, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 9:30 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, #135, Golden, Colorado. Commissioners Jannine Mohr, Chuck Murphy, Doug Darr and William Hughes were present and a quorum existed.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Jannine Mohr, Vice-Chairman
Chuck Murphy, Commissioner
Doug Darr, Commissioner
William Hughes, Commissioner
Ron Kammerzell, Deputy Senior Director, Enforcement
Laura Manning, Director
Brenda Davis, Director of Administration
Flavio Quintana, Chief of Investigations
Laurie Rottersman, Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Kirsten Gregg, Agent in Charge, Golden
Lad Sullivan, Agent in Charge, Central City
Cameron Lewis, Communications Specialist
Allison Yunko, 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.

Cindy Payne, President, Problem Gambling Coalition of Colorado (PGCC), gave an update on the Problem Gambling program, including the success of the 1st Annual Golf Tournament Fundraiser, the status of the self-exclusion list and the helpline.

III. Presentation by Colorado Department of Transportation

Russel Cox, Resident Engineer for Foothills Residency, Colorado Department of Transportation and Ty Ortiz, Geotechnical Unit Manager, Colorado Department of Transportation, provided a

presentation to apprise the Commission, Division and Industry of upcoming construction in Clear Creek Canyon. Over a timespan of three years, netting to prevent rock fall will be installed throughout the area, as well as intermittent traffic control and trail work in the canyon.

IV. Consideration of Amendments to Rules 6, 7, 8, 10, 21, 23

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Limited Gaming Rules 6, 7, 8, 10, 21 and 23. Lad Sullivan, Agent in Charge, Division of Gaming and Sean Ballain, Investigator, Division of Gaming, presented proposed changes to the following regulations:

<u>Rule 6</u>	47.1-603	Number of copies of petition
<u>Rule 7</u>	47.1-701	Prohibitions of Gaming
	47.1-702	Prohibitions on receiving items of value
	47.1-703	Prohibitions on giving items of value
<u>Rule 8</u>	47.1-834.11	The Play – Royal Match 21
	47.1-834.13	The Play – Bet the Set 21 and Progressive
<u>Rule 10</u>	47.1-1017.10	The Play – Caribbean Stud Poker
	47.1-1017.14	The Play – Let it Ride and Let it Ride Bonus with the option of a 3 Card Bonus and Progressive bet
	47.1-1017.24	The Play – Three Card Poker
	47.1-1017.39	The Play – Texas Hold’Em Bonus Poker
	47.1-1017.44	The Play – Crazy 4 Poker
	47.1-1017.46	The Play – Mississippi Stud
	47.1-1017.47	The Play – Ultimate Texas Hold’Em
	47.1-1017.50	The Play – Fortune Pai Gow Poker
<u>Rule 21</u>	47.1-2107	The Play – 21+3
	47.1-2018	The Play – Golden 21 Poker: Blackjack Additional Optional Wager
	47.1-20110	The Play – Straight Jack Progressive
<u>Rule 23</u>	47.1-2317.04	The Play – Craps with Super Front Line Winner

The Commission voted unanimously to approve all proposed amendments to Colorado Limited Gaming Rules 6, 7, 8, 10, 21 and 23.

V. Certification of Fiscal Year 2013 Distribution

Vickie Floyd, Controller, Division of Gaming, provided a Power Point presentation of the Fiscal Year 2013 Limited Gaming Fund and the Extended Gaming Fund Distributions.

The Commission voted unanimously to certify the Fiscal Year 2013 distribution of the Limited Gaming Fund and the Extended Gaming Fund as presented by the Division. The following

representatives were present to accept the distribution check: Paul Harris for the City of Cripple Creek and Roger Baker for Gilpin County.

VI. 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, 2013.

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

VII. Consideration of Organizational Matters

Approval of Minutes – Minutes of the July 18, 2013 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Laura Manning, Director, Division of Gaming, congratulated Commissioner Darr on his re-appointment by Governor Hickenlooper to the Colorado Limited Gaming Control Commission and thanked him for his continued service. Director Manning then reminded the Commission that the meeting on September 19th will be held in Cripple Creek, beginning at 10:00 AM with an Open House from 9:30 AM – 10:00 AM. Lastly, the Director welcomed Andrew Jenicek as the new Audit Intern in the Golden office.

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 and the Colorado Bureau of Investigation and to receive legal advice if necessary.

Public Session (Reconvened)

VIII. Approval of Licensing Actions

The Commission voted unanimously to approve the first issuance of the Operator License for Imperial Holdings Group, LLC d/b/a Imperial Hotel and Restaurant and the first issuance of the Manufacturer/Distributor License for Incredible Technologies, Inc.

The licenses shall expire 2 years from the date of issuance.

The Chairman extended an opportunity for the public in attendance to further address the Commission. Gary Ledford, Owner, Imperial Hotel and Restaurant, came forward to thank the Commission for issuing the Operator License for Imperial Holdings Group, LLC.

Adjournment – The meeting was adjourned at approximately 11:02 a.m.

Allison Yunko, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
September 19, 2013

Public Session

I. Call to Order

The September 19, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 10:00 a.m. at the Division of Gaming office, 350 W. Carr Avenue, Cripple Creek, Colorado. Commissioners Jannine Mohr, Chuck Murphy and Doug Darr were present and a quorum existed.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Jannine Mohr, Vice-Chairman
Chuck Murphy, Commissioner
Doug Darr, Commissioner
Laura Manning, Director
Brenda Davis, Director of Administration
Flavio Quintana, Chief of Investigations
Laurie Rottersman, Assistant Attorney General
Geri Clerkin, Chief Auditor
Kirsten Gregg, Agent in Charge, Golden
Gary Watada, Agent in Charge, Cripple Creek
Cameron Lewis, Communications Specialist
Allison Yunko, Secretary to the Commission

Public Session

Chairman Hutson expressed the Commission's gratitude for the hospitality extended by the town of Cripple Creek and the Gaming Industry and stated the Commission enjoys being able to visit the Cripple Creek community.

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.

Lois Rice, Executive Director, Colorado Gaming Association (CGA), gave an update on approaching events in October. CGA members will be conducting six tours (two tours in each Colorado gaming town) to provide legislators that will be new in the January session, as well as legislators in leadership positions, with a better understanding of the gaming industry. Ms. Rice also pointed out that CGA members will be attending the forthcoming Global Gaming Expo in Las Vegas, Nevada, in hopes of discovering innovative gaming technologies that would ultimately benefit Colorado.

Paul McGinn, Cripple Creek gaming patron, gave an update on an incident that took place at Bronco Billy's in 2010, regarding a dealer error. Mr. McGinn stated that he is working with the Division to change what he conceives to be irregularities in Blackjack rules, so that casinos accept responsibility of dealer errors.

III. Division Financial Statement

Vickie Floyd, Controller, presented (by teleconference) the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the one (1) month ending July 31, 2013.

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

IV. Consideration of Organizational Matters

Approval of Minutes – Minutes of the August 22, 2013 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Laura Manning, Director, Division of Gaming, thanked attendees for traveling to Cripple Creek for the meeting and expressed her gratitude toward Gary Ledford for the hospitality by Imperial Hotel and Restaurant the previous evening. Director Manning then reminded the Commission and audience that the meeting on October 17th will be held in Central City, beginning at 10:00 a.m. with an Open House scheduled for 9:30 a.m. Lastly, the Director shared the news that two new Investigators have begun employment in the Central City office. The Central City office is fully staffed for the first time in four years.

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 and the Colorado Bureau of Investigation.

Public Session (Reconvened)

V. Approval of Licensing Actions

The Commission voted unanimously to approve the renewals of the Retail licenses for Davis Gaming, LLC d/b/a Crystal Palace Casino and Casinos U.S.A., Inc. d/b/a Bull Durham Saloon & Casino. The license renewals shall expire two years from the date of their current expirations.

The Commission voted unanimously to approve the Changes in Ownership for the Retail licenses of Casinos U.S.A., Inc. d/b/a Bull Durham Saloon & Casino, Pioneer Group, Inc. d/b/a Bronco Billy's Sports Bar & Casino, Pioneer Group, Inc. d/b/a Buffalo Billy's Casino and Pioneer Group, Inc. d/b/a Billy's Casino.

The Chairman extended an opportunity for the public in attendance to further address the Commission. Lois Rice, Problem Gambling Coalition of Colorado (PGCC), gave an update on the 3rd Annual Wine Tasting and Silent Auction that will be held at the Isle of Capri Casino on October 25, 2013.

Adjournment – The meeting was adjourned at approximately 10:25 a.m.

Allison Yunko, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
October 17, 2013

Public Session

I. Call to Order

The October 17, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 10:00 a.m. at the Division of Gaming office, 142 Lawrence Street, Central City, Colorado. Commissioners Doug Darr and Bill Hughes were present and a quorum existed.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Doug Darr, Commissioner
Bill Hughes, Commissioner
Ron Kammerzell, Deputy Senior Director, Enforcement Group
Laura Manning, Director
Brenda Davis, Director of Administration
Flavio Quintana, Chief of Investigations
Laurie Rottersman, Assistant Attorney General
Geri Clerkin, Chief Auditor
Vickie Floyd, Controller
Kirsten Gregg, Agent in Charge, Golden
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Cameron Lewis, Communications Specialist
Allison Yunko, Secretary to the Commission

Public Session

Chairman Hutson expressed the Commission's gratitude for the hospitality extended by the towns of Black Hawk and Central City and the Gaming Industry and stated the Commission enjoys being able to visit the community.

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.

Cindy Payne, ICO, Isle Casino Black Hawk and the Board President, Problem Gambling Coalition of Colorado (PGCC), gave an update on the PGCC and the Self Exclusion Program. Ms. Payne continued by thanking the Colorado Lottery for their support in donating \$7500 to fund the 2014 scholarship program which will kick off in the near future. The PGCC is hosting its 3rd Annual

Wine Tasting and Silent Auction that will be held at the Isle Casino Black Hawk on October 25, 2013.

Lois Rice, Executive Director, Colorado Gaming Association (CGA), gave an update on Commissioner Murphy's comment regarding funding for the PGCC. The CGA Board of Directors will meet on October 25, 2013 to discuss the possibility of pursuing a bill in the 2014 Legislative session.

Buddy Schmaltz, Mayor, Central City, came forward to welcome the Commission to Central City and thank them for continuing to have an annual meeting in the city.

Carl Blesch, District Attorney's Office, First Judicial District, thanked the Division of Gaming Investigations Unit and expressed appreciation for their leadership.

III. Consideration of Disciplinary Actions

Flavio Quintana, Chief of Investigations, presented the Order to Show Cause in Case No. SC 13-003406, In the Matter of Kimberly Marie Aiello, Support License #42604, and the Orders of Summary Suspension in Case No. OSS DOG13001529, In the Matter of Benjamin Roy Hocking, Support License #42246, and Case No. OSS DOG13003649, In the Matter of Alexander Schwarzenberger, Support License #40871.

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

IV. Consideration of Amendments to Colorado Gaming Regulations

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Limited Gaming Rules 9, 11, 13, 16 and 17. Geri Clerkin, Chief Auditor, Division of Gaming, provided sworn testimony regarding the proposed changes to the following regulations listed below.

<u>Rule 9</u>	47.1-902	Count procedures
	47.1-903	Keys
	47.1-907	Procedures outlined in the internal control minimum procedures
<u>Rule 11</u>	47.1-1102.1	Procedure for distribution of chips to house banked poker tables
	47.1-1102.2	Procedure for removing chips or coins from house banked poker tables
	47.1-1103	Procedures outlined in the internal control minimum procedures
	47.1-1104	Statistics
<u>Rule 13</u>	47.1-1302	Redemption
	47.1-1303	Use of other licensee's chips and tokens
	47.1-1304	Redemption and disposal of chips and tokens
	47.1-1307	Specifications for sale of chips and tokens

	47.1-1308	Check cashing practices
	47.1-1309	Exchange-redemption of tokens
	47.1-1310	Procedures outlined in the internal control minimum procedures
<u>Rule 16</u>	47.1-1602	Accounting and financial records
	47.1-1603	Adjusted gross proceeds computations
	47.1-1610	Internal control
	47.1-1612	Minimum bankroll requirements
	47.1-1615	Match play coupons
	47.1-1620	Audited financial statements
<u>Rule 17</u>	47.1-1701	Slot drop procedures
	47.1-1702	Slot count procedures
	47.1-1703	Procedures outlined in the internal control minimum procedures

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 rulemaking hearing and to amend Colorado Limited Gaming Regulations, Rules 9, 11, 13, 16 and 17 as presented.

V. 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, 2013.

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

VI. Consideration of Organizational Matters

Approval of Minutes – Minutes of the September 19, 2013 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell, Deputy Senior Director, Enforcement Group, expressed his appreciation to Mr. Blesch and reiterated that the Division values its positive working relationship with the District Attorney's Office, First Judicial District.

Laura Manning, Director, Division of Gaming, showed gratitude toward the city of Central and officials who were in attendance at the open house. Director Manning shared that in early October, some Division staff members traveled to visit the Ute Mountain Ute and Southern Ute tribes in southwest Colorado as part of the compact between the Divisions. Ms. Manning then updated attendees on a rulemaking workshop that will be held on October 22, 2013, which will encompass rule changes surrounding the creation of a new license type as a result of the Sunset bill.

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 and the Colorado Bureau of Investigation.

Public Session (Reconvened)

VII. Approval of Licensing Actions

The Commission voted unanimously to approve the renewal of the Retail licenses and Changes of Ownership for G.F. Gaming Corporation d/b/a The Famous Bonanza Casino Corp. and G.F. Gaming Corporation d/b/a Easy Street Casino. The license renewals shall expire two years from the date of their current expiration.

The Commission voted unanimously to approve the renewal of the Retail licenses for Red Dolly, Inc. d/b/a Red Dolly Casino, Inc. and Monarch Black Hawk, Inc. d/b/a Riviera Black Hawk Casino. The license renewals shall expire two years from the date of their current expiration.

The Commission voted unanimously to approve the renewal of the Operator license for Luna Gaming – Red Dolly, LLC. The license renewal shall expire two years from the date of its current expiration.

The Commission voted unanimously to approve the renewal of the Manufacturer/ Distributor license for NRT Technology Corporation. The license renewal shall expire two years from the date of its current expiration.

The Commission also voted unanimously to approve the renewal of the Manufacturer/Distributor license for Monarch Growth Inc. The license renewal shall expire on November 18, 2015, to allow the expiration date to coincide with the retail license.

The Chairman extended an opportunity for the public to address the Commission. David Farahi, COO, Monarch Black Hawk, Inc., came forward to thank the Commission for the approval of the licenses.

Adjournment – The meeting was adjourned at approximately 10:59 a.m.

Allison Yunko, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
November 21, 2013

Public Session

I. Call to Order

The November 21, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 9:33 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, Suite 135, Golden, Colorado. Commissioners Jannine Mohr, Chuck Murphy, Doug Darr and Bill Hughes were present and a quorum existed.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Jannine Mohr, Vice-Chairman
Chuck Murphy, Commissioner
Doug Darr, Commissioner
Bill Hughes, Commissioner
Ron Kammerzell, Deputy Senior Director, Enforcement Group
Laura Manning, Director
Brenda Davis, Director of Administration
Flavio Quintana, Chief of Investigations
Laurie Rottersman, Assistant Attorney General
Vickie Floyd, Controller
Roger Pinson, Audit Manager
Kirsten Gregg, Agent in Charge, Golden
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Cameron Lewis, Communications Specialist
Allison Yunko, 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.

Cindy Payne, ICO, Isle Casino Black Hawk and Board President, Problem Gambling Coalition of Colorado (PGCC), gave an update on the PGCC, Self Exclusion Program and 2014 Scholarship Program. Ms. Payne discussed the PGCC's satisfaction with the Wine Tasting and Silent Auction event that was held on October 25, 2013, noting that the organization raised over \$3,600.00. Ms. Payne concluded by announcing that she has resigned as the Board President for the PGCC.

Lois Rice, Executive Director, Colorado Gaming Association (CGA), apprised the Commission that the CGA Board of Directors have had an initial meeting with Representative Dianne Primavera to discuss pursuing legislation in the 2014 session that would potentially increase the amount of funding available for problem gambling. Additionally, Ms. Rice recognized Cindy Payne for her outstanding work as the PGCC Board President and presented her with the third installment contribution for calendar year 2013.

III. Consideration of Disciplinary Actions

Flavio Quintana, Chief of Investigations, presented the Order to Show Cause in Case No. SC 13-3368, In the Matter of Leonard J. Doss, Support License #28372 and the Order of Summary Suspension in Case No. OSS DOG13003491, In the Matter of Shelly Liew Vinson, Support License #41259.

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

IV. Consideration of Amendments to Colorado Gaming Regulations

The Commission voted unanimously to open the hearing on proposed amendments to Colorado Limited Gaming Rule 8. Sean Ballain, Table Games Chairman, Division of Gaming, provided sworn testimony regarding the proposed changes to the following regulation listed below.

Rule 8 47.1-834.11 The Play – Royal Match 21

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 rulemaking hearing and to amend Colorado Limited Gaming Regulation, Rule 8 as presented.

V. 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, 2013.

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

VI. Consideration of Organizational Matters

Approval of Minutes – Minutes of the October 17, 2013 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Laura Manning, Director, Division of Gaming, introduced Michael Lorbiecki as the new Compliance Investigator in the Field Operations section and Douglas Leavy and Joshua Beals as

new Criminal Investigators in the Central City office. With the addition of these employees, the Central City office is now fully staffed. Director Manning then wished everyone in attendance, a safe and happy Thanksgiving holiday.

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 and the Colorado Bureau of Investigation.

Public Session (Reconvened)

VII. Approval of Licensing Actions

The Commission voted unanimously to approve the First Issuance of the Operator License for Cripple Creek Development Corporation. The license shall expire two years from the date of issuance.

The Commission voted unanimously to approve the Renewal of the Retail, Operator and Manufacturer/Distributor Licenses for Ameristar Casino Black Hawk, Inc. d/b/a Ameristar Casino Black Hawk. The license renewals shall expire two years from the date of their current expiration.

The Chairman extended an additional opportunity for the public to address the Commission; no one came forward.

Adjournment – The meeting was adjourned at approximately 10:16 a.m.

Allison Yunko, Secretary to the Colorado Limited Gaming Control Commission

Colorado Limited Gaming Control Commission

Minutes of Public Session
December 19, 2013

Public Session

I. Call to Order

The December 19, 2013 meeting of the Colorado Limited Gaming Control Commission was called to order by Chairman Roger Hutson at approximately 9:34 a.m. at the Division of Gaming office, 17301 W. Colfax Ave, Suite 135, Golden, Colorado. Commissioners Jannine Mohr, Chuck Murphy and Doug Darr were present and a quorum existed. Commissioner Hughes was excused for good cause.

Officials & Administrators in Attendance

Roger Hutson, Chairman
Jannine Mohr, Vice-Chairman
Chuck Murphy, Commissioner
Doug Darr, Commissioner
Ron Kammerzell, Deputy Senior Director, Enforcement Group
Laura Manning, Director
Geri Clerkin, Acting Director of Administration
Flavio Quintana, Chief of Investigations
Laurie Rottersman, Assistant Attorney General
Geri Clerkin, Chief Auditor
Eric Shannon, Accountant
Kirsten Gregg, Agent in Charge, Golden
Lad Sullivan, Agent in Charge, Central City
Gary Watada, Agent in Charge, Cripple Creek
Cameron Lewis, Communications Specialist
Allison Yunko, Secretary to the Commission

Public Session

Chairman Hutson began the meeting by wishing everybody a happy holiday season.

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.

Lois Rice, Executive Director, Colorado Gaming Association, addressed the Commission regarding an amendment to the Gaming Sunset Bill that was approved during the 2013 Legislative Session. The amendment allows for funding continuation for the certification of mental health counselors throughout the state to be trained to treat problem gambling. The Department of Behavioral Health

awarded the contract to the Center for Governmental Training. Currently, there are only 4 certified gambling counselors in the State of Colorado.

III. Consideration of Disciplinary Actions

Flavio Quintana, Chief of Investigations, presented the Order to Show Cause in Case No. DOG13003009, In the Matter of Ryan M. Harris, Support License No. 36919 and the Order of Summary Suspension in Case No. OSS DOG13003147, In the Matter of Michael J. Hopkins, Support License No. 39261.

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

IV. Consideration of Amendments to Colorado Gaming Regulations

The Commission voted unanimously to open the hearings on proposed amendments to Colorado Limited Gaming Rules 1, 3, 4, 4.5 and 12. Mark Grueskin, Legal Counsel, Colorado Gaming Association, and Steve Roark, President, Colorado Gaming Association, provided testimony regarding proposed changes to Rule 1. Kirsten Gregg, Agent in Charge, Division of Gaming, provided testimony regarding proposed changes to Rules 1, 3, 4, 4.5 and 12. Jeff Marone, Field Operations Manager, Division of Gaming, and Georgia McBride, Technical Systems Manager, Division of Gaming, provided testimony regarding proposed changes to Rule 12.

<u>Rule 1</u>	47.1-106	Definitions
<u>Rule 3</u>	47.1-302	Applications
	47.1-303	License Fees
	47.1-316	Notice of Hearing
<u>Rule 4</u>	47.1.405	Information to be furnished by licensee
	47.1-406	Inspections
	47.1-420	Transfers of interest
<u>Rule 4.5</u>	47.1-4.506	Submission of Proxy and Information Statements
	47.1-4.507	Reporting Requirements
	47.1-4.508	Required Charter Provisions
	47.1-4.514	Definition of ownership interest
<u>Rule 12</u>	47.1-1201	Device and Equipment Approval
	47.1-1202	Testing
	47.1-1242	Software requirements for percentage payout
	47.1-1244	Progressive slot machines defined
	47.1-1272	Types of Tickets

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 rulemaking hearing and to amend Colorado Limited Gaming Regulations, Rules 1, 3, 4, 4.5 and 12 as presented.

V. Division Financial Statement

Eric Shannon, Accountant, presented the Statement of Gaming Revenues, Gaming Taxes, and Expenditures (unaudited) for the four (4) months ending October 31, 2013.

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

VI. Consideration of Organizational Matters

Approval of Minutes – Minutes of the November 21, 2013 Public Session of the Colorado Limited Gaming Control Commission were approved as presented.

Directors' Update:

Ron Kammerzell, Deputy Senior Director, Enforcement Group, extended wishes of a happy holiday season to the Commission and Division staff. Mr. Kammerzell informed the Commission that, as part of the Enforcement Business Group, the Division of Gaming has been pivotal in providing excess help to the Marijuana Enforcement Division by processing occupational licenses for overflow applicants. This additional work load is expected to cease mid-January. No Division funds will be expended. The MED will reimburse the Division for its costs associated with this project. Deputy Senior Director Kammerzell expressed his gratitude toward Division staff for their extra licensing efforts.

Laura Manning, Director, Division of Gaming, updated the audience about the Division's internal financial audit results, which have returned clean for another year. Ms. Manning thanked the Accounting section and applauded their daily efforts. Director Manning then discussed the formal opinion from the Attorney General's office, regarding online gambling. Essentially, an amendment to the constitution would be required to authorize online gambling in Colorado. The Division will continue to monitor developments pertaining to online gambling in the state. Next, Director Manning asked the Commission to focus their attention to the newest edition of the Act Book, which includes all of the changes from the 2013 Legislative Session. Finally, Ms. Manning thanked everyone for their hard work, support and cooperation during 2013 and all of the changes that came with it; she wished the Commission, Division staff and Industry a happy holiday season.

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)

VII. Approval of Licensing Actions

The Commission voted unanimously to approve the Change of Ownership for the Retail licenses of Pioneer Group, Inc. d/b/a Bronco Billy's Sports Bar & Casino, d/b/a Buffalo Billy's Casino and d/b/a Billy's Casino and Big Jim's Gambling Hall and Saloon, LLC d/b/a Big Jim's Casino; and the Renewal of the Operator and Manufacturer/Distributor Licenses of Universal Gaming Resources, LLC.

The Chairman extended an additional opportunity for the public to address the Commission; Jim Druck, General Manager, Big Jim's Gambling Hall and Saloon, respectfully thanked the Commission for their confidence in the future of Big Jim's Gambling Hall and Saloon. Mr. Druck continued by thanking Division staff for their hard work in facilitating the Change of Ownership.

Adjournment – The meeting was adjourned at approximately 10:31 a.m.

Allison Yunko, Secretary to the Colorado Limited Gaming Control Commission