



GAMING IN COLORADO

GAMING IN COLORADO

Fact Book & 2006 Abstract

A COLORADO DIVISION OF GAMING PUBLICATION

FACT BOOK

Overview 2
Division of Gaming 3
Gaming Commission 4
Licenses & Fees 6
Taxes & Device Fees 7
Limited Gaming Fund 8
Limited Gaming Fund Distribution 9
Statistical Summaries 10
Tribal Gaming 14
Employment 15
Questions & Answers 16

2006 ABSTRACT

Overview 19
Combined Financial Statements
 State 20
 Black Hawk 24
 Central City 28
 Cripple Creek 32
2006 Average Financial Statements
 By AGP Revenue Levels 36
Additional Information & Ratios 39
Financial Ratios 40

DRP 9566 (4/07)

Visit our website—

www.revenue.state.co.us/Gaming/home.asp

The basic framework of limited gaming in the State of Colorado is outlined in a Constitutional amendment approved by voters in the state on November 6, 1990. Limited gaming is allowed only in the mountain towns of Black Hawk, Central City and Cripple Creek. Gaming was approved as a means of revitalizing these three communities.

“Limited gaming” is defined as a maximum single bet of \$5 on slot machines and live blackjack and poker games. Slot machines by definition include video poker, blackjack and keno machines.

To change the location of gaming in Colorado, to increase the betting limits or to change the types of games allowed would require a change in the Constitutional amendment through a statewide vote of the people. Seven initiatives to expand gaming to other locales and venues have appeared on ballots since 1992. Each of those has been defeated by at least a 2-to-1 margin.



Gaming started in Colorado on October 1, 1991, with a total of 11 casinos statewide. It has grown to as many as 75 casinos operating statewide at one time in September 1992. At the 15-year mark on October 1, 2006, a total of 46 gaming establishments in Colorado were open.

Gross revenues generated by casinos on a monthly basis have increased from nearly \$8.4 million during the first month of operation to more than \$74.2 million in July 2006.

During the first 15 years, casinos paid \$1.0 billion in gaming tax revenues to the state on \$7.8 billion in adjusted gross revenues. That money has been used to fund state historical restoration projects, the impacts to state and local governments caused by gaming, and the on-going regulation of the gaming industry.

DIVISION OF GAMING

The Colorado Division of Gaming, a division of the Colorado Department of Revenue, is responsible for the regulation and enforcement of limited gaming in Colorado.

The Division, with offices in Lakewood, Central City/Black Hawk and Cripple Creek, employs a staff of 72 persons, which includes investigators, auditors, accountants, administrators and support personnel.

Among the duties of the Division of Gaming is the investigation of gaming license applicants, who must submit to a thorough background review. Division investigators scrutinize personal and financial histories of applicants, including the sources of all money applicants plan to invest in a proposed establishment. Background investigations have taken Division investigators worldwide to obtain information.

All Division investigators have the powers of peace officers and are certified as such.

The scrutiny doesn't end once the license is issued. Division staff continue to monitor licensees for such problems as hidden ownership interests and organized crime involvement. Division investigators also patrol casinos during all hours of operation to handle patron complaints and observe for possible violations of gaming laws, rules and regulations.

The Division is also very involved in other day-to-day activities of limited gaming. In the first 15 years of gaming in Colorado, the Division's licensing section processed more than 33,000 licenses for casinos and casino employees (not including renewals).

The Division's Audit Section conducts regular revenue, compliance and system audits of casinos to ensure that establishments are following stringent accounting and compliance procedures to ensure proper reporting and payment of gaming taxes. The Emerging Technologies Section oversees the approval of all gaming devices and systems. The Communications Section handles hundreds of information inquiries each year. The Training Section provides training to casinos in all areas of casino operations and regulation.

Division Offices

Lakewood

1881 Pierce St., Suite 112
Lakewood, CO 80214-1496
(303) 205-1355
(303) 205-1342 (fax)

Central City/Black Hawk

142 Lawrence St. • P.O. Box 721
Central City, CO 80427
(303) 582-0529
(303) 583-0535 (fax)

Cripple Creek

433 E. Carr Ave. • P.O. Box 1209
Cripple Creek, CO 80813
(719) 689-3362
(719) 689-3366 (fax)

GAMING COMMISSION

The Colorado Limited Gaming Control Commission is a five-member regulatory body appointed by the Governor. By statute, the Commission is responsible for promulgating all rules and regulations governing limited gaming in Colorado, including the establishment of the gaming tax rate. The Commission also has final authority over all gaming licenses issued in the state.

By law, the Commission is made up of members from different professional, political and geographic backgrounds. The Commission must include the following:

- ♣ An attorney with experience in regulatory law
- ♦ A Certified Public Accountant with knowledge of corporate finance
- ♠ A law enforcement official
- ♥ A corporate manager with five years of business experience
- ♣ A registered voter

In addition, no more than three Commissioners can be from the same political party and no more than one Commissioner can be from the same federal congressional district. All appointments to the Commission must be confirmed by the State Senate. Commissioners serve four-year terms, and no Commissioner can serve more than two consecutive terms.

The Department of Revenue prepares and administers the Division of Gaming budget. As part of the annual budget process, the Commission also reviews and approves the Division of Gaming budget and allocates money to other State departments, such as the Department of Public Safety, to ensure that the gaming industry is adequately regulated and its patrons protected.

The Commission is required by law to meet at least monthly.

COMMISSION MEMBERS

Jim Alderden – Chair

(Republican - 4th Congressional District, Fort Collins)

Mr. Alderden is the sheriff of Larimer County and serves as the law enforcement representative on the Commission. His law enforcement career started in 1972 with the Colorado State University Police Department. Over his career he has served with the Estes Park Police Department, the Steamboat Springs Police Department, the Larimer County Sheriff's Office and the Colorado Bureau of Investigation. He became Larimer County sheriff in 1999. Sheriff Alderden holds a bachelor of science degree in business administration and his professional education includes the FBI National Academy and FBI Law Enforcement Executive Development, among others. He is currently the president of the County Sheriffs of Colorado and serves as the legislative committee co-chair. He is serving his first full term on the Commission, which expires July 1, 2009.

Florence Hunt – Vice Chair

(Democrat - 3rd Congressional District, Pueblo)

Ms. Hunt serves as the required registered elector on the Commission. Hunt is a victim specialist in the Pueblo County District Attorney's Office, is an administrator for the Pueblo County Crime Victim Compensation Board and works as a consumer complaint specialist. A graduate of the National Crime Victim Assistance Academy, she serves on the boards of the Victim of Crime Act Board and the Colorado Organization for Victim Assistance. Hunt has taught at the Colorado Crime Victims Academy and the police academy at Pueblo Community College. She is serving her first term on the Commission, which expires July 1, 2008.

Patty Imhoff

(Democrat - 6th Congressional District, Greenwood Village)

Ms. Imhoff serves as the member with business experience on the Commission. She is managing partner of American Polycom LLC, a plastic resin distribution company she founded in 1995. Ms. Imhoff also is president of Katherine Grace Investments LLC, a real estate development company she founded in 2005. She has a bachelor's degree in political science and economics, as well as a master's degree in business from the University of Colorado. She is serving her first full term on the Commission which expires June 30, 2010.

Meyer Saltzman

(Republican - 1st Congressional District, Denver)

Mr. Saltzman serves as the certified public accountant on the Commission. He is a partner in Saltzman Hamma Nelson Massaro LLP, the firm he founded in 1976. Saltzman is a member of the Colorado Society of CPAs and serves on the Board of Advisors for the Daniels College of Business. He is serving out a term on the Commission which expires June 30, 2007.

Attorney Member

Vacant as of April 1, 2007.

LICENSES & FEES

The Colorado Gaming Control Commission issues five (5) types of licenses:

Manufacturer/Distributor—Companies that manufacture or serve as a distributor for approved slot or video machines and component parts.

Retailer—Persons permitting or conducting limited gaming on their premises.

Operator—Persons permitting slot machines on their premises or to persons, such as slot machine routers, who place and operate slot machines on the premises of a retailer.

Key Employee—Person who has the responsibility of making management or policy decisions in a gaming establishment.

Support Employee—Persons such as dealers, cashiers, etc. Anyone who works directly with the gaming operation.

Application Fees (annual)

Type I*	Type II*
Manufacturer/Distributor \$500	Manufacturer/Distributor \$1,000
Operator \$500	Operator \$1,000
Retailer \$1,000	Retailer \$2,000

There are no application fees for Key or Support employee applications.

*Type I applicants have six or fewer persons with a 5 percent or more interest in the license, all of whom live in Colorado. A Type II applicant is any applicant not falling within the Type I qualifications.

License Fees

Manufacturer/Distributor \$1,000
Operator \$1,000
Retailer \$1,250
Key Employee (original) \$250
Key Employee (renewal) \$200
Support Employee (original) \$100
Support Employee (renewal) \$60

Background Deposits

Type I Applicants \$5,000
Type II Applicants \$10,000
Key Employee \$1,000
Support Employee No Deposit

Key and Support licenses are effective for two years. Manufacturer/Distributor, Operator and Retail licenses are effective for one year.

The Division of Gaming collects a background deposit to cover the costs of conducting a thorough background check. As of July 1, 2006, the Division bills against this deposit at the rate of \$63 per hour and also charges for any travel or out-of-pocket expenses. Any remaining moneys at the end of the background investigation are refunded to the applicant. The hourly rate is subject to annual review and change on July 1.

Gaming Tax

On May 30, 2006, the Colorado Limited Gaming Control Commission retained the tax structure in which casinos pay, on an annual basis starting July 1, 0.25 percent on the first \$2 million in Adjusted Gross Proceeds (AGP), 2 percent from \$2 million to \$4 million, 4 percent from \$4 million to \$5 million, 11 percent from \$5 million to \$10 million, 16 percent from \$10 million to \$15 million and 20 percent above \$15 million. AGP is most easily defined as the amount of money wagered minus the amount paid out in prizes. The Commission is required by the Constitutional Amendment to set the gaming tax rate on an annual basis. The gaming tax is paid on a monthly basis, with casinos required to file returns by the 15th of the following month.

The historical tax rates are listed below:

October 1991- September 1992

4%	\$0 to \$440,000
8%	\$440,000 to \$1.2 million
15%	Above \$1.2 million

October 1992 - September 1993

2%	\$0 - \$1 million
20%	Above \$1 million

October 1993 - September 1994

2%	\$0 to \$1 million
8%	\$1 million to \$2 million
15%	\$2 million to \$3 million
18%	Above \$3 million

October 1994 - September 1996

2%	\$0 to \$2 million
8%	\$2 million to \$4 million
15%	\$4 million to \$5 million
18%	Above \$5 million

October 1996 - June 1999

2%	\$0 to \$2 million
4%	\$2 million to \$4 million
14%	\$4 million to \$5 million
18%	\$5 million to \$10 million
20%	Above \$10 million

July 1999 - June 2007

0.25%	\$0 to \$2 million
2%	\$2 million to \$4 million
4%	\$4 million to \$5 million
11%	\$5 million to \$10 million
16%	\$10 million to \$15 million
20%	Above \$15 million

Device Fees

Effective July 1, 1999, the Commission eliminated the state device fee which had required all retail license holders to pay an annual state device fee of \$75 per slot machine, blackjack and poker table. The municipalities of Central City, Black Hawk and Cripple Creek assess and collect their own device fees, ranging from \$750 to \$1,265 per year.

Charitable Gaming

The Limited Gaming Statute allows licensed establishments to sponsor up to 30 charity nights a year, and no single charity is allowed to participate in more than three charity nights a year.

The Commission has established a tax on such nights at 3 percent of AGP, to be paid by the retail license holder. Retail license holders must register their intent to sponsor charitable gaming with the Division of Gaming.

LIMITED GAMING FUND

The Division of Gaming is a cash-funded organization, meaning no general tax dollars are used for its operation or expenses. The Division operates on the revenues generated from the gaming tax, application and license fees, any fines levied by the Division and other miscellaneous revenues.

Before any monies are distributed via the Limited Gaming Fund, the expenses of running the Commission and the Division of Gaming must be paid and two months of operating expenses for the Division must be placed in escrow. After these obligations are met, the remaining money is distributed according to the following formula:

- 28%** to the State Historical Society
 - 20% (of the 28%) distributed by the State Historical Society to the governing bodies of Cripple Creek, Central City and Black Hawk (in proportion to the revenues generated in the respective cities)
 - 80% (of the 28%) used for historic preservation and restoration throughout the state
- 12%** to Gilpin and Teller counties (in proportion to the gaming revenues generated in the respective counties)
- 10%** to the towns of Cripple Creek, Central City and Black Hawk (in proportion to the respective gaming revenues)
- 50%** to the General Fund, from which the following amounts are designated:
 - **13%** to the Local Government Limited Gaming Impact Fund,
 - **\$19 million** to the Colorado Travel & Tourism Promotion Fund (adjusted annually by rate of inflation), and
 - **\$3 million** to the New Jobs Incentives Cash Fund (adjusted annually by rate of inflation), and
 - **\$1.5 million** to the State Council on the Arts Cash Fund (adjusted annually by rate of inflation), and
 - **\$500,000** to the Film Incentives Cash Fund (adjusted annually by rate of inflation), and
 - an annually determined amount to the Colorado Dept. of Transportation

LIMITED GAMING FUND DISTRIBUTION

	FY2003	FY2004	FY2005	FY2006
Limited Gaming Revenues	100,802,060	98,486,017	100,571,614	108,017,574
Carryover Escrow	3,404,416	4,243,642	1,859,108	1,121,174
Division & Commission Expenses	8,980,719	8,469,063	8,379,343	8,701,433
Two Months' Escrow	4,243,642	1,859,108	1,121,174	289,849
TOTAL AMOUNT DISTRIBUTED	90,982,115	92,401,488	92,930,205	100,147,466
General Fund	38,385,255	40,194,647	40,238,779	17,564,148
Local Gov't Limited Gaming Impact	5,913,838	6,006,097	6,040,463	6,509,585
Colorado Dept. of Transportation	1,010,000	0	0	0
Tourism Promotion Fund*	181,964	N/A	185,861	19,000,000
State Council on the Arts Cash Fund	N/A	N/A	N/A	1,500,000
Film Incentives Cash Fund	N/A	N/A	N/A	500,000
New Jobs Incentive Cash Fund	N/A	N/A	N/A	3,000,000
Bioscience Discovery Evaluation Grant Program**	N/A	N/A	N/A	2,000,000
State Historical Society	25,474,992	25,872,416	26,020,457	28,041,290
Black Hawk	6,599,843	6,710,104	6,587,172	7,110,170
Central City	662,896	644,870	824,291	903,931
Cripple Creek	1,835,473	1,885,175	1,881,558	2,000,646
Teller County	2,202,568	2,262,210	2,257,869	2,400,775
Gilpin County	8,715,286	8,825,969	8,893,755	9,616,921

*Not distributed in FY2004 by statute

**One-time distribution

COLORADO STATISTICAL SUMMARY

2001

	Casinos	Devices	AGP	Taxes
JAN	44	14,774	\$ 50,952,162	\$ 8,162,094
FEB	43	14,502	\$ 51,597,940	\$ 8,443,565
MAR	43	14,464	\$ 58,756,812	\$ 9,865,337
APR	44	14,441	\$ 54,602,047	\$ 9,218,971
MAY	44	14,491	\$ 55,836,352	\$ 9,618,709
JUN	43	14,367	\$ 55,922,910	\$ 9,767,419
JUL	43	14,356	\$ 62,205,165	\$ 1,301,076
AUG	43	14,409	\$ 60,757,667	\$ 5,017,269
SEP	43	14,342	\$ 59,779,789	\$ 6,939,555
OCT	43	14,432	\$ 56,379,940	\$ 7,804,075
NOV	43	14,307	\$ 53,239,399	\$ 8,029,145
DEC	45	16,286	\$ 56,644,010	\$ 8,017,409
Total	43	14,598	\$ 676,674,192	\$ 92,184,626

2002

	Casinos	Devices	AGP	Taxes
JAN	44	15,818	\$ 58,064,856	\$ 8,378,523
FEB	44	15,663	\$ 56,693,239	\$ 8,854,464
MAR	43	15,539	\$ 63,582,514	\$ 10,645,367
APR	44	16,175	\$ 59,864,249	\$ 10,247,122
MAY	42	15,477	\$ 61,058,384	\$ 10,221,950
JUN	42	15,520	\$ 59,535,059	\$ 10,216,748
JUL	42	15,439	\$ 64,664,968	\$ 1,356,285
AUG	42	15,460	\$ 64,663,994	\$ 5,385,784
SEP	42	15,430	\$ 62,575,193	\$ 7,324,449
OCT	42	15,441	\$ 55,507,204	\$ 7,777,909
NOV	42	15,300	\$ 56,580,783	\$ 8,733,599
DEC	42	15,281	\$ 56,910,961	\$ 9,059,619
Total	43	15,545	\$ 719,701,404	\$ 98,201,819

2003

	Casinos	Devices	AGP	Taxes
JAN	43	15,303	\$ 59,810,591	\$ 9,762,713
FEB	43	15,442	\$ 51,575,373	\$ 8,556,354
MAR	43	15,422	\$ 57,013,142	\$ 9,490,439
APR	43	15,446	\$ 57,058,693	\$ 9,717,581
MAY	43	15,300	\$ 62,179,509	\$ 10,578,127
JUN	43	15,442	\$ 58,689,493	\$ 9,708,009
JUL	44	15,695	\$ 61,743,155	\$ 1,123,899
AUG	44	15,656	\$ 65,830,889	\$ 5,219,517
SEP	44	15,605	\$ 58,405,534	\$ 6,608,770
OCT	44	15,375	\$ 56,836,633	\$ 7,827,405
NOV	44	15,380	\$ 55,137,187	\$ 8,310,534
DEC	45	15,445	\$ 54,004,883	\$ 8,661,824
Total	44	15,459	\$ 698,285,082	\$ 95,565,171

2004

	Casinos	Devices	AGP	Taxes
JAN	45	15,400	\$ 58,051,911	\$ 9,402,617
FEB	45	15,230	\$ 57,403,935	\$ 9,557,333
MAR	45	15,418	\$ 61,967,732	\$ 10,442,501
APR	45	15,548	\$ 57,377,727	\$ 9,819,075
MAY	45	15,571	\$ 63,655,620	\$ 10,978,320
JUN	45	15,787	\$ 60,600,130	\$ 10,594,967
JUL	46	15,914	\$ 67,305,792	\$ 1,385,933
AUG	45	15,840	\$ 62,562,129	\$ 4,973,143
SEP	45	15,883	\$ 61,013,516	\$ 6,894,915
OCT	45	15,838	\$ 62,946,701	\$ 8,513,393
NOV	45	15,886	\$ 53,293,154	\$ 8,043,461
DEC	46	15,858	\$ 59,725,210	\$ 8,942,857
Total	45	15,681	\$ 725,903,556	\$ 99,548,514

2005

	Casinos	Devices	AGP	Taxes
JAN	48	15,797	\$ 60,082,446	\$ 8,781,535
FEB	47	16,304	\$ 62,081,968	\$ 9,230,381
MAR	47	16,692	\$ 64,014,470	\$ 10,204,492
APR	47	16,597	\$ 62,251,141	\$ 10,282,646
MAY	47	16,537	\$ 66,212,149	\$ 11,242,481
JUN	47	16,619	\$ 62,347,196	\$ 10,582,928
JUL	47	16,568	\$ 69,985,113	\$ 1,491,445
AUG	46	16,349	\$ 63,854,540	\$ 5,179,832
SEP	46	16,445	\$ 63,649,505	\$ 7,326,778
OCT	46	16,467	\$ 63,996,581	\$ 8,693,556
NOV	46	16,414	\$ 59,595,321	\$ 8,926,633
DEC	46	16,533	\$ 57,429,290	\$ 9,122,690
Total	47	16,444	\$ 755,499,720	\$101,065,396

2006

	Casinos	Devices	AGP	Taxes
JAN	46	16,375	\$ 63,900,334	\$ 10,319,119
FEB	46	16,641	\$ 61,522,568	\$ 10,153,391
MAR	46	17,059	\$ 66,557,739	\$ 11,275,911
APR	46	17,068	\$ 65,840,330	\$ 11,243,324
MAY	47	17,174	\$ 65,635,701	\$ 11,268,057
JUN	46	17,101	\$ 63,459,138	\$ 11,130,723
JUL	47	17,324	\$ 74,247,833	\$ 1,945,423
AUG	47	17,497	\$ 68,765,250	\$ 5,983,905
SEP	47	17,328	\$ 69,778,903	\$ 8,381,894
OCT	46	17,196	\$ 64,771,205	\$ 8,809,473
NOV	46	17,073	\$ 63,115,980	\$ 9,329,697
DEC	46	17,098	\$ 54,503,837	\$ 8,584,083
Total	46	17,078	\$ 782,098,818	\$108,425,000

BLACK HAWK STATISTICAL SUMMARY

2001

	Casinos	Devices	AGP	Taxes
JAN	19	8,584	\$ 35,932,991	\$ 6,402,305
FEB	19	8,604	\$ 35,870,306	\$ 6,496,491
MAR	19	8,553	\$ 41,863,953	\$ 7,674,511
APR	19	8,544	\$ 38,297,213	\$ 7,001,266
MAY	20	8,538	\$ 39,390,715	\$ 7,288,009
JUN	20	8,513	\$ 39,344,941	\$ 7,352,379
JUL	20	8,487	\$ 42,933,413	\$ 1,175,107
AUG	20	8,487	\$ 42,765,607	\$ 4,419,835
SEP	20	8,499	\$ 41,875,447	\$ 5,881,013
OCT	20	8,637	\$ 39,934,017	\$ 6,485,061
NOV	20	8,522	\$ 38,449,822	\$ 6,546,142
DEC	22	10,516	\$ 41,668,004	\$ 6,381,644
Total	20	8,707	\$ 478,326,427	\$ 73,103,761

2002

	Casinos	Devices	AGP	Taxes
JAN	21	10,068	\$ 43,187,034	\$ 6,646,445
FEB	21	9,905	\$ 41,495,581	\$ 6,941,812
MAR	20	9,731	\$ 46,868,648	\$ 8,458,724
APR	22	10,406	\$ 43,933,334	\$ 8,015,055
MAY	20	9,666	\$ 44,115,918	\$ 7,867,019
JUN	20	9,687	\$ 43,656,659	\$ 7,890,644
JUL	20	9,632	\$ 46,614,143	\$ 1,269,253
AUG	20	9,592	\$ 46,446,406	\$ 4,895,217
SEP	20	9,582	\$ 44,420,862	\$ 6,323,102
OCT	20	9,565	\$ 40,356,415	\$ 6,738,738
NOV	20	9,419	\$ 41,846,804	\$ 7,304,148
DEC	20	9,404	\$ 41,523,053	\$ 7,359,896
Total	20	9,721	\$ 524,464,856	\$ 79,710,053

2003

	Casinos	Devices	AGP	Taxes
JAN	21	9,389	\$ 43,904,626	\$ 7,862,420
FEB	21	9,533	\$ 37,884,431	\$ 6,832,470
MAR	21	9,569	\$ 40,811,376	\$ 7,368,595
APR	21	9,618	\$ 42,054,217	\$ 7,690,463
MAY	21	9,464	\$ 45,233,848	\$ 8,414,258
JUN	21	9,590	\$ 41,917,755	\$ 7,863,354
JUL	22	9,859	\$ 43,948,345	\$ 1,037,999
AUG	22	9,807	\$ 47,096,550	\$ 4,724,463
SEP	22	9,759	\$ 41,638,423	\$ 5,749,420
OCT	22	9,568	\$ 40,917,452	\$ 6,752,151
NOV	22	9,554	\$ 40,152,361	\$ 6,892,375
DEC	22	9,513	\$ 40,291,670	\$ 7,195,603
Total	22	9,602	\$ 505,851,055	\$ 78,383,573

2004

	Casinos	Devices	AGP	Taxes
JAN	21	9,578	\$ 42,487,690	\$ 7,601,738
FEB	21	9,412	\$ 42,389,618	\$ 7,690,773
MAR	21	9,544	\$ 45,464,926	\$ 8,297,005
APR	21	9,499	\$ 42,279,424	\$ 7,827,532
MAY	21	9,535	\$ 46,719,712	\$ 8,726,685
JUN	21	9,410	\$ 42,921,774	\$ 8,080,162
JUL	21	9,491	\$ 47,743,019	\$ 1,300,865
AUG	21	9,412	\$ 44,250,674	\$ 4,514,772
SEP	21	9,423	\$ 43,325,139	\$ 6,054,878
OCT	21	9,426	\$ 44,908,420	\$ 7,310,527
NOV	21	9,428	\$ 38,650,460	\$ 6,685,725
DEC	20	9,388	\$ 42,894,489	\$ 7,228,618
Total	21	9,462	\$ 524,035,343	\$ 81,319,279

2005

	Casinos	Devices	AGP	Taxes
JAN	24	9,339	\$ 42,444,204	\$ 6,815,568
FEB	21	9,394	\$ 43,943,208	\$ 7,038,268
MAR	21	9,640	\$ 45,730,011	\$ 7,949,561
APR	21	9,506	\$ 44,112,095	\$ 7,953,659
MAY	21	9,436	\$ 46,635,394	\$ 8,581,190
JUN	21	9,498	\$ 43,041,456	\$ 7,887,801
JUL	21	9,550	\$ 47,737,991	\$ 1,360,370
AUG	21	9,570	\$ 43,695,497	\$ 4,563,722
SEP	21	9,644	\$ 44,608,541	\$ 6,299,166
OCT	21	9,602	\$ 45,562,200	\$ 7,334,956
NOV	21	9,639	\$ 42,807,409	\$ 7,366,281
DEC	21	9,702	\$ 41,560,270	\$ 7,475,820
Total	21	9,543	\$ 531,878,276	\$ 80,626,362

2006

	Casinos	Devices	AGP	Taxes
JAN	19	9,558	\$ 45,790,889	\$ 8,300,452
FEB	19	9,834	\$ 43,942,600	\$ 8,001,783
MAR	18	10,218	\$ 47,755,571	\$ 8,857,891
APR	18	10,277	\$ 47,935,912	\$ 8,915,275
MAY	19	10,383	\$ 47,114,015	\$ 8,794,983
JUN	19	10,339	\$ 44,986,208	\$ 8,447,156
JUL	19	10,292	\$ 51,271,814	\$ 1,826,839
AUG	19	10,276	\$ 48,144,881	\$ 5,410,088
SEP	19	10,275	\$ 48,681,609	\$ 7,331,198
OCT	19	10,211	\$ 45,498,952	\$ 7,424,826
NOV	19	10,124	\$ 44,696,963	\$ 7,592,237
DEC	19	10,130	\$ 38,665,215	\$ 6,895,380
Total	19	10,160	\$ 554,484,627	\$ 87,798,109

CENTRAL CITY STATISTICAL SUMMARY

2001

	Casinos	Devices	AGP	Taxes
JAN	6	1,877	\$ 5,085,730	\$ 866,686
FEB	5	1,697	\$ 5,074,498	\$ 881,892
MAR	5	1,684	\$ 5,111,951	\$ 867,370
APR	5	1,672	\$ 5,387,018	\$ 929,751
MAY	5	1,673	\$ 4,938,778	\$ 858,999
JUN	5	1,669	\$ 4,504,737	\$ 762,338
JUL	5	1,670	\$ 5,855,943	\$ 84,924
AUG	5	1,672	\$ 5,127,715	\$ 465,276
SEP	5	1,665	\$ 5,068,990	\$ 640,905
OCT	5	1,656	\$ 4,887,432	\$ 768,913
NOV	5	1,646	\$ 4,384,506	\$ 765,173
DEC	5	1,616	\$ 4,302,778	\$ 743,269
Total	5	1,683	\$ 59,730,077	\$ 8,635,495

2002

	Casinos	Devices	AGP	Taxes
JAN	5	1,600	\$ 4,510,494	\$ 786,258
FEB	5	1,596	\$ 4,186,702	\$ 710,899
MAR	5	1,599	\$ 4,541,224	\$ 780,849
APR	5	1,603	\$ 4,472,065	\$ 768,679
MAY	5	1,605	\$ 4,616,638	\$ 780,878
JUN	5	1,609	\$ 4,224,033	\$ 707,501
JUL	5	1,610	\$ 4,533,469	\$ 41,271
AUG	5	1,612	\$ 4,521,351	\$ 331,128
SEP	5	1,609	\$ 4,958,992	\$ 552,166
OCT	5	1,612	\$ 3,980,461	\$ 534,112
NOV	5	1,609	\$ 3,708,409	\$ 631,384
DEC	5	1,608	\$ 4,546,497	\$ 766,169
Total	5	1,606	\$ 52,800,335	\$ 7,391,297

2003

	Casinos	Devices	AGP	Taxes
JAN	5	1,607	\$ 4,582,237	\$ 771,301
FEB	5	1,599	\$ 3,708,396	\$ 615,841
MAR	5	1,609	\$ 4,255,288	\$ 733,845
APR	5	1,615	\$ 4,160,730	\$ 693,284
MAY	5	1,616	\$ 4,263,554	\$ 552,589
JUN	5	1,616	\$ 4,304,283	\$ 75,202
JUL	5	1,611	\$ 4,505,924	\$ 41,365
AUG	5	1,602	\$ 4,449,472	\$ 308,728
SEP	5	1,611	\$ 4,180,001	\$ 431,917
OCT	5	1,614	\$ 3,875,528	\$ 514,496
NOV	5	1,622	\$ 3,857,125	\$ 617,143
DEC	5	1,599	\$ 3,766,386	\$ 620,036
Total	5	1,610	\$ 49,908,926	\$ 5,975,748

2004

	Casinos	Devices	AGP	Taxes
JAN	5	1,491	\$ 4,161,977	\$ 716,678
FEB	5	1,494	\$ 4,183,701	\$ 712,306
MAR	5	1,495	\$ 4,439,287	\$ 758,251
APR	5	1,614	\$ 4,060,775	\$ 683,298
MAY	5	1,574	\$ 3,762,013	\$ 599,356
JUN	5	1,533	\$ 4,409,558	\$ 719,271
JUL	5	1,554	\$ 4,487,629	\$ 38,849
AUG	5	1,568	\$ 4,849,394	\$ 324,833
SEP	5	1,601	\$ 4,414,585	\$ 436,841
OCT	5	1,589	\$ 4,591,123	\$ 587,573
NOV	5	1,629	\$ 4,572,212	\$ 715,651
DEC	5	1,636	\$ 5,246,624	\$ 829,108
Total	5	1,565	\$ 53,178,879	\$ 7,122,015

2005

	Casinos	Devices	AGP	Taxes
JAN	5	1,636	\$ 6,000,249	\$ 979,271
FEB	7	2,086	\$ 6,031,972	\$ 914,598
MAR	7	2,256	\$ 6,421,693	\$ 902,348
APR	7	2,276	\$ 6,196,373	\$ 898,200
MAY	7	2,288	\$ 6,612,800	\$ 997,936
JUN	7	2,281	\$ 6,206,140	\$ 893,106
JUL	7	2,232	\$ 7,081,708	\$ 87,439
AUG	6	2,037	\$ 6,193,412	\$ 476,849
SEP	6	2,045	\$ 5,669,291	\$ 635,003
OCT	6	2,112	\$ 5,681,519	\$ 762,575
NOV	6	2,004	\$ 5,517,496	\$ 811,687
DEC	6	2,012	\$ 4,997,749	\$ 780,490
Total	6	2,105	\$ 72,610,402	\$ 9,139,501

2006

	Casinos	Devices	AGP	Taxes
JAN	6	2,000	\$ 5,894,796	\$ 915,313
FEB	6	1,998	\$ 5,495,595	\$ 845,928
MAR	6	2,000	\$ 5,906,678	\$ 898,946
APR	6	2,000	\$ 5,589,633	\$ 837,012
MAY	6	1,999	\$ 5,552,818	\$ 844,325
JUN	6	1,984	\$ 5,410,337	\$ 839,750
JUL	7	2,258	\$ 7,652,910	\$ 66,593
AUG	7	2,452	\$ 7,146,307	\$ 413,474
SEP	7	2,280	\$ 7,070,610	\$ 616,864
OCT	6	2,221	\$ 7,019,666	\$ 850,924
NOV	6	2,191	\$ 6,250,184	\$ 900,830
DEC	7	2,220	\$ 5,549,402	\$ 819,617
Total	6	2,134	\$ 74,538,934	\$ 8,849,575

CRIPPLE CREEK STATISTICAL SUMMARY

2001

	Casinos	Devices	AGP	Taxes
JAN	19	4,313	\$ 9,933,441	\$ 893,104
FEB	19	4,201	\$ 10,653,136	\$ 1,065,183
MAR	19	4,227	\$ 11,780,908	\$ 1,323,456
APR	19	4,225	\$ 10,917,815	\$ 1,287,955
MAY	19	4,280	\$ 11,506,859	\$ 1,471,700
JUN	18	4,185	\$ 12,073,233	\$ 1,652,703
JUL	18	4,199	\$ 13,415,809	\$ 41,046
AUG	18	4,250	\$ 12,864,345	\$ 132,158
SEP	18	4,178	\$ 12,835,353	\$ 417,637
OCT	18	4,139	\$ 11,558,490	\$ 550,101
NOV	18	4,139	\$ 10,405,070	\$ 717,831
DEC	18	4,154	\$ 10,673,228	\$ 892,496
Total	18	4,208	\$ 138,617,688	\$ 10,445,369

2002

	Casinos	Devices	AGP	Taxes
JAN	18	4,150	\$ 10,367,328	\$ 945,820
FEB	18	4,162	\$ 11,010,956	\$ 1,201,752
MAR	18	4,209	\$ 12,172,643	\$ 1,405,793
APR	17	4,166	\$ 11,458,850	\$ 1,463,387
MAY	17	4,206	\$ 12,325,828	\$ 1,574,053
JUN	17	4,224	\$ 11,654,367	\$ 1,618,603
JUL	17	4,197	\$ 13,517,356	\$ 45,761
AUG	17	4,256	\$ 13,696,237	\$ 159,439
SEP	17	4,239	\$ 13,195,339	\$ 449,181
OCT	17	4,264	\$ 11,170,328	\$ 505,059
NOV	17	4,272	\$ 11,025,571	\$ 798,066
DEC	17	4,269	\$ 10,841,411	\$ 933,554
Total	17	4,218	\$ 142,436,212	\$ 11,100,469

2003

	Casinos	Devices	AGP	Taxes
JAN	17	4,307	\$ 11,323,727	\$ 1,128,992
FEB	17	4,310	\$ 9,982,546	\$ 1,108,043
MAR	17	4,244	\$ 11,946,477	\$ 1,387,998
APR	17	4,213	\$ 10,843,746	\$ 1,333,834
MAY	17	4,220	\$ 12,682,108	\$ 1,611,281
JUN	17	4,236	\$ 12,467,455	\$ 1,769,453
JUL	17	4,225	\$ 13,288,886	\$ 44,534
AUG	17	4,247	\$ 14,284,866	\$ 186,325
SEP	17	4,235	\$ 12,587,109	\$ 427,433
OCT	17	4,193	\$ 12,043,653	\$ 560,758
NOV	17	4,204	\$ 11,127,700	\$ 801,015
DEC	18	4,333	\$ 9,946,827	\$ 846,185
Total	17	4,247	\$ 142,525,101	\$ 11,205,850

2004

	Casinos	Devices	AGP	Taxes
JAN	18	4,331	\$ 11,402,244	\$ 1,084,200
FEB	18	4,324	\$ 10,830,616	\$ 1,154,254
MAR	18	4,379	\$ 12,063,519	\$ 1,387,245
APR	18	4,435	\$ 11,037,528	\$ 1,308,245
MAY	18	4,462	\$ 13,173,896	\$ 1,652,279
JUN	19	4,844	\$ 13,268,798	\$ 1,795,534
JUL	19	4,869	\$ 15,075,144	\$ 46,220
AUG	19	4,860	\$ 13,462,061	\$ 133,539
SEP	19	4,859	\$ 13,273,792	\$ 403,196
OCT	19	4,823	\$ 13,447,158	\$ 615,293
NOV	19	4,829	\$ 10,070,482	\$ 642,085
DEC	19	4,834	\$ 11,584,097	\$ 885,131
Total	19	4,654	\$ 148,689,335	\$ 11,107,220

2005

	Casinos	Devices	AGP	Taxes
JAN	19	4,822	\$ 11,637,992	\$ 986,696
FEB	19	4,824	\$ 12,106,788	\$ 1,277,515
MAR	19	4,796	\$ 11,862,767	\$ 1,352,583
APR	19	4,815	\$ 11,942,673	\$ 1,430,787
MAY	19	4,813	\$ 12,963,956	\$ 1,663,355
JUN	19	4,840	\$ 13,099,599	\$ 1,802,020
JUL	19	4,786	\$ 15,165,414	\$ 43,636
AUG	19	4,742	\$ 13,965,631	\$ 139,261
SEP	19	4,756	\$ 13,371,673	\$ 392,609
OCT	19	4,753	\$ 12,752,862	\$ 596,025
NOV	19	4,771	\$ 11,270,416	\$ 748,665
DEC	19	4,819	\$ 10,871,271	\$ 866,381
Total	19	4,795	\$ 151,011,042	\$ 11,299,533

2006

	Casinos	Devices	AGP	Taxes
JAN	19	4,817	\$ 12,214,649	\$ 1,103,354
FEB	19	4,809	\$ 12,084,373	\$ 1,305,680
MAR	19	4,841	\$ 12,895,491	\$ 1,519,075
APR	19	4,791	\$ 12,314,785	\$ 1,491,038
MAY	20	4,792	\$ 12,968,869	\$ 1,628,749
JUN	19	4,778	\$ 13,062,593	\$ 1,843,817
JUL	19	4,774	\$ 15,323,110	\$ 51,992
AUG	19	4,769	\$ 13,474,063	\$ 160,342
SEP	19	4,773	\$ 14,026,684	\$ 433,831
OCT	19	4,764	\$ 12,252,587	\$ 533,722
NOV	19	4,758	\$ 12,168,834	\$ 836,631
DEC	19	4,748	\$ 10,289,220	\$ 869,086
Total	19	4,785	\$ 153,075,257	\$ 11,777,317

The State of Colorado has entered into compacts with two Indian tribes in southwest Colorado to conduct casino-style gaming on their reservation land. The two tribes—the Ute Mountain Ute Tribe and the Southern Ute Indian Tribe—are not subject to taxation and are not required to report their revenues to the State. The tribes have agreed to conduct limited gaming with the same \$5 bet limits that other casinos in Colorado adhere to, but a provision in the compacts allows the tribes to litigate possible higher stakes and increased scope of games. The tribal casinos can operate on a 24-hour schedule and may offer live keno.

The Ute Mountain Ute Tribe was the first to open an Indian gaming establishment—the Ute Mountain Casino—in September 1992. The casino is located near Towaoc, 10 miles south of Cortez. The Southern Ute Indian Tribe opened the Sky Ute Casino & Lodge near Ignacio, 25 miles southeast of Durango, in September 1993.

In 1999, the State, the tribes and Archuleta, La Plata and Montezuma counties sponsored and funded studies of the social and economic impacts of the two tribal gaming operations. The results of the studies conducted by Deloitte & Touche were released in early 2000. The studies concluded that an annual average of between \$29.0 million and \$33.3 million circulated in the Colorado economy from 1995-1999 as a result of the two casino operations. Meanwhile, the reports found negative social impacts in the areas of arrest incidences, substance abuse, traffic counts and motor vehicle accident responses. Social areas positively impacted included unemployment benefit recipient rates, employment rates, welfare recipient rates, tribal food distribution, roadway conditions and community projects and programs funded by gaming revenues.

EMPLOYMENT

The Division of Gaming conducts a Casino Employee Residency Survey annually to determine the employment level in the Colorado casino industry and where those employees reside. The employment figures represent all licensed and non-licensed employees of casinos operating during the previous month.

	<u>7/1/02</u>	<u>9/1/03</u>	<u>7/1/04</u>	<u>7/1/05</u>	<u>7/1/06</u>
Boulder	93	50	45	41	42
Clear Creek	239	241	230	227	217
Douglas	60	22	25	34	36
El Paso	307	286	363	364	349
Fremont	102	131	149	162	124
Grand	0	1	2	2	1
Jefferson	2,046	1,845	1,755	1,836	1,702
Park.....	136	111	126	137	140
Gilpin.....	734	768	737	727	719
Teller.....	1,632	1,680	2,100	2,061	2,002
Other	2,326	2,229	2,171	2,438	2,497
TOTAL	7,675	7,364	7,703	8,029	7,829
Black Hawk.....	4,863	4,541	4,368	4,449	4,379
Central City.....	582	549	523	793	748
Cripple Creek	2,230	2,274	2,812	2,787	2,702

Q What is Limited Gaming?

A In November 1990, Colorado voters approved Limited Gaming in the three Colorado towns of Central City, Black Hawk and Cripple Creek. Gaming establishments must be licensed by the state and are only allowed in specific areas of the three communities. In addition, the only games allowed are slot machines (video machines included), poker and blackjack. The Constitutional amendment allowing limited gaming limits single wagers to no more than \$5, and only those persons 21 years of age or older are allowed to participate.

Further, only 35 percent of the total square footage of a building may be devoted to gaming, with no more than 50 percent on a single floor. In addition, there can be no more than two non-contiguous licensed gaming areas on a single floor.

Q Is there a limit to how much casinos can pay out in jackpots?

A Limited gaming only affects the amount of wagers, it does not limit the amount of jackpots or payouts. The only limitation is that slot machines cannot have a payout of higher than 100 percent.

Q What is the payout percentage for slot machines?

A By law, slot machines must pay out between 80 percent and 100 percent. Most slot machines pay out around 90 percent, with higher denominations paying out higher than lower denominations. A quarter slot machine generally pays out more than a nickel machine, a dollar machine more than a quarter machine, etc. The percentage of payout on a slot machine is determined by a computer chip within the machine itself.

Q Who is the Director of the Colorado Division of Gaming?

A The Director of the Division of Gaming is Ron Kammerzell, who started with the Division in 1992 as an auditor. He has also served the Division as an audit manager, financial background investigator and agent in charge of the Lakewood office background investigations unit. After a brief stint as security director of the Colorado Lottery, Mr. Kammerzell returned as Division director in January 2006.

Q How can I get information on Commission meetings?

A Notices of Commission meetings listing the date, time, location and subjects to be discussed are posted in all Division of Gaming offices and can be obtained by fax or email by contacting the Division's Lakewood office. Information is also available on the Division's website.

QUESTIONS & ANSWERS

Q How can I contact individual members of the Commission?

A All Commission correspondence and telephone inquiries are handled through the Division of Gaming's Lakewood office. The Division does not publish the addresses and phone numbers of individual Commission members.

Q Are children allowed in Colorado gaming establishments?

A State law restricts the access of persons under 21 years of age in the gaming area of a casino. Persons under 21 may not linger in the gaming area, although minors may pass through the gaming area to unrestricted areas such as restaurants and arcades, and casino employees under 21 may be in the gaming area for job-related responsibilities. No person under the age of 21 can gamble in Colorado casinos.

Q How old must you be to get a gaming license?

A By law, you must be 21 years of age to hold a Support or Key employee license. Persons under 21, however, can hold positions in a casino that do not require a gaming license.

Q What positions in a casino require a gaming license?

A State law defines "gaming employees" who require Support or Key employee licensing as including, but not limited to, "dealers; change and counting room personnel; cashiers; floormen; cage personnel; slot repairmen or mechanics; persons who accept or transport revenue from a slot, blackjack, or poker table drop or dropbox; security personnel; shift or pit bosses;...floor managers; supervisors; slot machine and slot booth personnel..."

Q What type of background check is conducted on people who apply for a gaming license?

A The level of background investigation varies depending on the type of license. Those applying for a Manufacturer/Distributor, Retail, Operator or Key Employee license will undergo a much more comprehensive background check than those applying for a Support license. The law requires the applicant to pay for the costs of the background investigation, and the Division collects investigation deposits when the application is submitted.

QUESTIONS & ANSWERS

Q Are there any automatic disqualifiers that would prevent someone from getting a gaming license?

A Persons who have committed certain crimes, such as felonies, fraud, and gambling-related offenses; who have ties to organized crime; or who supply false or misleading information can be automatically disqualified from obtaining a gaming license. A list of specific disqualifiers is provided with all license applications.

Q Are Key and Support licenses good only for a specific gaming establishment?

A No. Those persons holding Support and Key employee licenses may work in more than one licensed establishment at a time or at differing times while their licenses are still in effect.

Q How long is a gaming license in effect?

A Key and Support licenses are effective for two years, while Manufacturer/Distributor, Retail and Operator license remain in effect for one year. Key and Support licensees must apply to renew their licenses and pay the bi-annual renewal fee 30 days before their license expires. All business licensees must renew 120 days prior to expiration. The Division attempts to notify all licensees prior to this date; however, the licensee is responsible for keeping his/her license current.

Q What type of information is available from the Division of Gaming?

A The Division offers comprehensive information on the Colorado gaming industry to all interested parties by request or on the Division's web site, including:

Colorado Casinos List
Monthly Statistical Information
Rules and Regulations
Internal Control Minimum Procedures Manual
Limited Gaming Act with Constitutional Amendment

In addition, the Division publishes the monthly *Gaming Update*, which includes revenue information on the industry and a summary of recent Division and Commission developments. The *Gaming Update* is available on the Division's website or you can have it mailed free of charge by writing to:

Gaming Update
Colorado Division of Gaming
1881 Pierce St., Suite 112
Lakewood, CO 80214-1496

Visit our website at www.revenue.state.co.us/Gaming/home.asp

2006 COLORADO GAMING ABSTRACT

The 2006 Colorado Gaming Abstract is a report of combined financial information filed by casinos in Black Hawk, Central City and Cripple Creek for the calendar year ended December 31, 2006.

The Gaming Abstract includes a balance sheet, combined income statements, departmental income statements, and supplemental information. The departmental income statements reflect the performance of the gaming, food, beverage and other operating departments in the gaming establishments. The departmental income statements are then combined to form the combined income statement.

This abstract includes all casinos that filed financial statements (open and closed) regardless of the amount of revenue or number of devices. A total of 46 casino operators filed financial statements with the Division of Gaming.

The abstract contains information showing the financial performance of casinos based upon their level of revenue activity. The information contained on pages 36-38 shows 2006 *averages* for casinos in tax bracket levels on a statewide basis.

THE STATEMENTS SUBMITTED BY THE LICENSEES WERE NOT REQUIRED TO BE AUDITED AND/OR REVIEWED. ACCORDINGLY, THE COLORADO DIVISION OF GAMING DOES NOT EXPRESS ANY FORM OF ASSURANCE REGARDING THESE STATEMENTS.

BALANCE SHEET/STATE

BALANCE SHEET: SCHEDULE "A"

ASSETS

CURRENT ASSETS	<u>As of 12/31/06</u>	<u>As of 12/31/05</u>
Cash	86,269,044	82,106,054
Receivables	200,715,023	222,122,301
Inventory	3,753,533	3,836,202
Prepaid Expenses	7,874,963	6,894,910
Other Current Assets	3,606,707	7,232,964
TOTAL CURRENT ASSETS	302,219,270	322,192,431
PROPERTY, PLANT & EQUIPMENT	938,981,661	846,511,454
OTHER ASSETS	82,913,457	60,543,392
TOTAL ASSETS	1,324,114,388	1,229,247,277

LIABILITIES AND EQUITY

Liabilities

CURRENT LIABILITIES

Accounts Payable	27,543,705	32,805,576
Current Portion of Long-Term Debt	30,888,884	35,699,090
Accrued Payroll & Payroll Taxes	14,410,099	15,750,629
Due to Affiliate	212,170,588	233,191,837
Other Current Liabilities	43,520,662	45,038,256
TOTAL CURRENT LIABILITIES	328,533,938	362,485,388
LONG-TERM DEBT, LESS CURRENT PORTION	607,007,021	461,004,035
OTHER LIABILITIES	8,324,374	6,950,773
TOTAL LIABILITIES	943,865,333	830,440,196

Equity

EQUITY

Owners' Capital Accounts (Other Than Corporations)	(52,549,405)	(18,863,854)
Capital Stock & Other Capital (For Corporations)	179,078,069	170,789,890
Retained Earnings	253,720,391	246,881,045
TOTAL EQUITY	380,249,055	398,807,081
TOTAL LIABILITIES AND EQUITY	1,324,114,388	1,229,247,277

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

INCOME STATEMENT/STATE

INCOME STATEMENT: SCHEDULE "B"

REVENUE	<u>2006</u>	<u>2005</u>
Casino Gaming Revenue	782,305,480	759,263,427
Food & Beverage Revenue	75,343,469	71,524,110
Other Operating & Non-Operating Revenue	33,849,748	25,864,124
GROSS REVENUE	891,498,697	856,651,661
Less Promotional Allowances	73,920,643	83,795,285
NET REVENUE	817,578,054	772,856,376
OPERATING COSTS AND EXPENSES		
Casino	340,311,080	325,441,576
Food & Beverage	84,761,237	82,014,408
Other Operating & Non-Operating Expenses	18,616,254	9,955,260
General & Administrative	209,219,968	202,670,925
Preopening Expenses	1,294,076	1,467,491
TOTAL OPERATING COSTS AND EXPENSES	654,202,615	621,549,660
EBITDA*	163,375,439	151,306,716
Less Depreciation & Amortization	71,083,724	57,420,863
Earnings Before Interest & Taxes (EBIT)	92,291,715	93,885,853
OTHER INCOME (EXPENSE)		
Interest Income	7,912,986	8,538,099
Interest Expense	64,459,555	49,139,413
Other	(7,598,365)	(10,435,212)
TOTAL OTHER INCOME (EXPENSE)	(64,144,934)	(51,036,526)
NET INCOME (LOSS)**	28,146,781	42,849,327

*Earnings Before Interest, Taxes, Depreciation & Amortization

**Before Federal & State Income Taxes & Extraordinary Items

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

DEPARTMENTAL INCOME/STATE

GAMING: SCHEDULE "B-1"

REVENUE	<u>2006</u>	<u>2005</u>
Blackjack Revenue	10,344,375	13,797,080
Poker Revenue	18,404,280	18,706,494
Coin Operated Devices	753,556,825	726,759,853
TOTAL GAMING REVENUE	782,305,480	759,263,427
DEPARTMENT EXPENSES		
Give Away Items	94,229,665	87,804,905
State Gaming Taxes, Licenses & Application Fees	110,165,747	101,963,768
Local Device Fees	16,304,999	15,689,489
Payroll, Payroll Taxes, Employee Benefits	75,622,056	78,691,086
Other Departmental Expenses	43,988,613	41,292,328
TOTAL DEPARTMENT EXPENSES	340,311,080	325,441,576
GAMING DEPARTMENTAL INCOME (LOSS)	441,994,400	433,821,851

FOOD & BEVERAGE: SCHEDULE "B-2"

REVENUE	<u>2006</u>	<u>2005</u>
Food & Beverage Sales	22,137,494	22,452,094
Complimentary Food & Beverage Sales	53,205,975	49,072,016
TOTAL FOOD & BEVERAGE REVENUE	75,343,469	71,524,110
DEPARTMENT EXPENSES		
Cost of Food & Beverage Sales	35,951,986	34,735,852
Payroll, Payroll Taxes, Employee Benefits	39,474,624	38,427,913
Other Departmental Expenses	9,334,627	8,850,643
TOTAL DEPARTMENT EXPENSES	84,761,237	82,014,408
FOOD & BEVERAGE DEPARTMENTAL INCOME (LOSS)	(9,417,768)	(10,490,298)

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

DEPARTMENTAL INCOME/STATE

OTHER OPERATING & NON-OPERATING INCOME (LOSS): SCHEDULE "B-3"

	<u>2006</u>	<u>2005</u>
OTHER OPERATING & NON-OPERATING INCOME (LOSS) ...	15,233,494	15,908,864

GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE "B-4"

DEPARTMENT EXPENSES	<u>2006</u>	<u>2005</u>
Advertising	14,108,183	13,142,715
Bad Debt Expense	1,054,813	1,549,651
Busing Expense	5,290,785	7,080,482
Insurance	9,603,913	7,312,724
Local Taxes/Fees*	9,234,074	10,351,391
Management Fees	18,416,819	13,654,837
Parking Expense	1,481,131	1,465,085
Payroll, Payroll Taxes, Employee Benefits	79,358,998	82,652,856
Professional Fees (Legal & Accounting)	3,189,307	3,107,302
Related Party Expense	4,846,545	2,463,397
Rent on Premises	7,125,384	9,086,512
Utilities & Phone	15,663,843	13,500,216
Other General & Administrative Expenses	39,846,173	37,303,757
 TOTAL GENERAL & ADMINISTRATIVE EXPENSES	 209,219,968	 202,670,925

*Local Impact Fees, Taxes-Real Estate, Taxes & Licenses-Other

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

BALANCE SHEET/BLACK HAWK

BALANCE SHEET: SCHEDULE "A"

ASSETS

CURRENT ASSETS	<u>As of 12/31/06</u>	<u>As of 12/31/05</u>
Cash	57,708,859	55,428,829
Receivables	138,599,322	168,164,186
Inventory	2,436,018	2,548,749
Prepaid Expenses	5,148,024	4,401,760
Other Current Assets	2,887,208	6,346,575
TOTAL CURRENT ASSETS	206,779,431	236,890,099
PROPERTY, PLANT & EQUIPMENT	724,752,364	670,479,021
OTHER ASSETS	43,348,108	46,279,593
TOTAL ASSETS	974,879,903	953,648,713

LIABILITIES AND EQUITY

Liabilities

CURRENT LIABILITIES		
Accounts Payable	19,224,040	24,101,366
Current Portion of Long-Term Debt	6,890,105	9,233,737
Accrued Payroll & Payroll Taxes	10,588,300	12,853,437
Due to Affiliate	179,572,393	205,419,108
Other Current Liabilities	29,583,667	32,215,643
TOTAL CURRENT LIABILITIES	245,858,505	283,823,291
LONG-TERM DEBT, LESS CURRENT PORTION	480,421,698	401,074,528
OTHER LIABILITIES	6,497,179	5,053,152
TOTAL LIABILITIES	732,777,382	689,950,971

Equity

EQUITY		
Owners' Capital Accounts (Other Than Corporations)	(65,246,761)	(24,762,366)
Capital Stock & Other Capital (For Corporations)	147,522,390	138,847,709
Retained Earnings	159,826,892	149,612,399
TOTAL EQUITY	242,102,521	263,697,742
TOTAL LIABILITIES AND EQUITY	974,879,903	953,648,713

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

INCOME STATEMENT/BLACK HAWK

INCOME STATEMENT: SCHEDULE "B"

REVENUE	<u>2006</u>	<u>2005</u>
Casino Gaming Revenue	556,184,889	530,551,719
Food & Beverage Revenue	52,752,500	49,177,492
Other Operating & Non-Operating Revenue	20,471,983	14,351,359
GROSS REVENUE	629,409,372	594,080,570
Less Promotional Allowances	52,835,658	61,186,013
NET REVENUE	576,573,714	532,894,557
OPERATING COSTS AND EXPENSES		
Casino	237,743,993	216,929,128
Food & Beverage	59,510,600	56,841,354
Other Operating & Non-Operating Expenses	7,519,624	5,289,108
General & Administrative	148,660,358	142,221,739
Preopening Expenses	118,002	1,258,689
TOTAL OPERATING COSTS AND EXPENSES	453,552,577	422,540,018
EBITDA*	123,021,137	110,354,539
Less Depreciation & Amortization	53,469,918	42,109,644
Earnings Before Interest & Taxes (EBIT)	69,551,219	68,244,895
OTHER INCOME (EXPENSE)		
Interest Income	5,763,364	5,805,385
Interest Expense	52,869,782	40,331,318
Other	(7,324,707)	(10,081,306)
TOTAL OTHER INCOME (EXPENSE)	(54,431,125)	(44,607,239)
NET INCOME (LOSS)**	15,120,094	23,637,656

*Earnings Before Interest, Taxes, Depreciation & Amortization

**Before Federal & State Income Taxes & Extraordinary Items

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

DEPARTMENTAL INCOME/BLACK HAWK

GAMING: SCHEDULE "B-1"

REVENUE	<u>2006</u>	<u>2005</u>
Blackjack Revenue	8,077,419	11,152,013
Poker Revenue	13,724,001	12,982,985
Coin Operated Devices	534,383,469	506,416,721
TOTAL GAMING REVENUE	556,184,889	530,551,719
DEPARTMENT EXPENSES		
Give Away Items	62,275,127	58,541,160
State Gaming Taxes, Licenses & Application Fees	88,699,627	81,240,833
Local Device Fees	8,365,492	7,912,153
Payroll, Payroll Taxes, Employee Benefits	47,156,008	50,678,367
Other Departmental Expenses	31,247,739	18,556,615
TOTAL DEPARTMENT EXPENSES	237,743,993	216,929,128
GAMING DEPARTMENTAL INCOME (LOSS)	318,440,896	313,622,591

FOOD & BEVERAGE: SCHEDULE "B-2"

REVENUE	<u>2006</u>	<u>2005</u>
Food & Beverage Sales	14,561,884	14,397,270
Complimentary Food & Beverage Sales	38,190,616	34,780,222
TOTAL FOOD & BEVERAGE REVENUE	52,752,500	49,177,492
DEPARTMENT EXPENSES		
Cost of Food & Beverage Sales	24,835,612	23,616,736
Payroll, Payroll Taxes, Employee Benefits	27,655,740	26,499,111
Other Departmental Expenses	7,019,248	6,725,507
TOTAL DEPARTMENT EXPENSES	59,510,600	56,841,354
FOOD & BEVERAGE DEPARTMENTAL INCOME (LOSS)	(6,758,100)	(7,663,862)

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

DEPARTMENTAL INCOME/BLACK HAWK

OTHER OPERATING & NON-OPERATING INCOME (LOSS): SCHEDULE "B-3"

	<u>2006</u>	<u>2005</u>
OTHER OPERATING & NON-OPERATING INCOME (LOSS) ...	12,952,359	9,062,251

GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE "B-4"

DEPARTMENT EXPENSES	<u>2006</u>	<u>2005</u>
Advertising	9,015,392	8,205,231
Bad Debt Expense	824,138	1,308,984
Busing Expense	3,742,518	4,842,954
Insurance	6,118,250	4,393,637
Local Taxes/Fees*	6,671,190	7,692,995
Management Fees	17,109,489	12,204,039
Parking Expense	463,294	489,091
Payroll, Payroll Taxes, Employee Benefits	54,930,569	57,275,517
Professional Fees (Legal & Accounting)	1,995,846	2,008,789
Related Party Expense	3,570,419	2,090,989
Rent on Premises	5,096,277	6,644,232
Utilities & Phone	10,862,412	9,089,040
Other General & Administrative Expenses	28,260,564	25,976,241
TOTAL GENERAL & ADMINISTRATIVE EXPENSES	148,660,358	142,221,739

*Local Impact Fees, Taxes-Real Estate, Taxes & Licenses-Other

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

BALANCE SHEET/CENTRAL CITY

BALANCE SHEET: SCHEDULE "A"

ASSETS

CURRENT ASSETS	<u>As of 12/31/06</u>	<u>As of 12/31/05</u>
Cash	10,601,838	8,724,981
Receivables	1,576,977	908,138
Inventory	367,703	339,061
Prepaid Expenses	1,085,369	790,262
Other Current Assets	2,857	0
TOTAL CURRENT ASSETS	13,634,744	10,762,442
PROPERTY, PLANT & EQUIPMENT	75,648,786	34,033,250
OTHER ASSETS	26,016,556	1,245,897
TOTAL ASSETS	115,300,086	46,041,589

LIABILITIES AND EQUITY

Liabilities

CURRENT LIABILITIES		
Accounts Payable	3,578,604	3,513,903
Current Portion of Long-Term Debt	16,676,108	5,313,963
Accrued Payroll & Payroll Taxes	1,269,506	1,111,369
Due to Affiliate	4,887,297	3,475,444
Other Current Liabilities	5,371,001	2,981,501
TOTAL CURRENT LIABILITIES	31,782,516	16,396,180
LONG-TERM DEBT, LESS CURRENT PORTION	54,904,336	3,916,091
OTHER LIABILITIES	847,529	0
TOTAL LIABILITIES	87,534,381	20,312,271

Equity

EQUITY		
Owners' Capital Accounts (Other Than Corporations)	7,934,828	556,797
Capital Stock & Other Capital (For Corporations)	16,100	6,000
Retained Earnings	19,814,777	25,166,521
TOTAL EQUITY	27,765,705	25,729,318
TOTAL LIABILITIES AND EQUITY	115,300,086	46,041,589

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

INCOME STATEMENT/CENTRAL CITY

INCOME STATEMENT: SCHEDULE "B"

	<u>2006</u>	<u>2005</u>
REVENUE		
Casino Gaming Revenue	73,049,717	79,732,277
Food & Beverage Revenue	6,160,535	5,985,252
Other Operating & Non-Operating Revenue	5,776,086	3,676,100
GROSS REVENUE	84,986,338	89,393,629
Less Promotional Allowances	4,787,441	4,396,565
NET REVENUE	80,198,897	84,997,064
 OPERATING COSTS AND EXPENSES		
Casino	38,319,923	46,790,411
Food & Beverage	7,355,147	7,120,869
Other Operating & Non-Operating Expenses	6,979,363	1,883,367
General & Administrative	18,345,963	17,743,043
Preopening Expenses	1,176,074	208,802
TOTAL OPERATING COSTS AND EXPENSES	72,176,470	73,746,492
EBITDA*	8,022,427	11,250,572
Less Depreciation & Amortization	5,724,546	4,053,250
Earnings Before Interest & Taxes (EBIT)	2,297,881	7,197,322
 OTHER INCOME (EXPENSE)		
Interest Income	1,275	1,092
Interest Expense	3,731,379	1,078,610
Other	(241,663)	(190,777)
TOTAL OTHER INCOME (EXPENSE)	(3,971,767)	(1,268,295)
NET INCOME (LOSS)**	(1,673,886)	5,929,027

*Earnings Before Interest, Taxes, Depreciation & Amortization

**Before Federal & State Income Taxes & Extraordinary Items

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

DEPARTMENTAL INCOME/CENTRAL CITY

GAMING: SCHEDULE "B-1"

REVENUE	<u>2006</u>	<u>2005</u>
Blackjack Revenue	908,334	1,429,546
Poker Revenue	1,765,149	2,200,695
Coin Operated Devices	70,376,234	76,102,036
TOTAL GAMING REVENUE	73,049,717	79,732,277
DEPARTMENT EXPENSES		
Give Away Items	13,399,871	13,299,827
State Gaming Taxes, Licenses & Application Fees	9,479,169	9,178,782
Local Device Fees	2,730,857	2,604,344
Payroll, Payroll Taxes, Employee Benefits	10,035,222	10,145,591
Other Departmental Expenses	2,674,804	11,561,867
TOTAL DEPARTMENT EXPENSES	38,319,923	46,790,411
GAMING DEPARTMENTAL INCOME (LOSS)	34,729,794	32,941,866

FOOD & BEVERAGE: SCHEDULE "B-2"

REVENUE	<u>2006</u>	<u>2005</u>
Food & Beverage Sales	2,293,618	2,929,494
Complimentary Food & Beverage Sales	3,866,917	3,055,758
TOTAL FOOD & BEVERAGE REVENUE	6,160,535	5,985,252
DEPARTMENT EXPENSES		
Cost of Food & Beverage Sales	3,035,582	2,861,353
Payroll, Payroll Taxes, Employee Benefits	3,401,627	3,380,581
Other Departmental Expenses	917,938	878,935
TOTAL DEPARTMENT EXPENSES	7,355,147	7,120,869
FOOD & BEVERAGE DEPARTMENTAL INCOME (LOSS)	(1,194,612)	(1,135,617)

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

DEPARTMENTAL INCOME/CENTRAL CITY

OTHER OPERATING & NON-OPERATING INCOME (LOSS): SCHEDULE "B-3"

	<u>2006</u>	<u>2005</u>
OTHER OPERATING & NON-OPERATING INCOME (LOSS) ...	(1,203,277)	1,792,733

GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE "B-4"

DEPARTMENT EXPENSES	<u>2006</u>	<u>2005</u>
Advertising	1,857,025	1,856,890
Bad Debt Expense	44,054	74,181
Busing Expense	826,774	1,512,723
Insurance	775,076	541,256
Local Taxes/Fees*	940,225	799,577
Management Fees	1,307,330	961,398
Parking Expense	265,224	227,422
Payroll, Payroll Taxes, Employee Benefits	6,408,349	6,351,530
Professional Fees (Legal & Accounting)	471,276	217,314
Related Party Expense	0	4,416
Rent on Premises	932,602	1,049,467
Utilities & Phone	1,755,190	1,568,912
Other General & Administrative Expenses	2,762,838	2,577,957
 TOTAL GENERAL & ADMINISTRATIVE EXPENSES	 18,345,963	 17,743,043

*Local Impact Fees, Taxes-Real Estate, Taxes & Licenses-Other

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

BALANCE SHEET/CRIPPLE CREEK

BALANCE SHEET: SCHEDULE "A"

ASSETS

CURRENT ASSETS	<u>As of 12/31/06</u>	<u>As of 12/31/05</u>
Cash	17,958,347	17,952,244
Receivables	60,538,724	53,049,977
Inventory	949,812	948,392
Prepaid Expenses	1,641,570	1,702,888
Other Current Assets	716,642	886,389
TOTAL CURRENT ASSETS	81,805,095	74,539,890
PROPERTY, PLANT & EQUIPMENT	138,580,511	141,999,183
OTHER ASSETS	13,548,793	13,017,902
TOTAL ASSETS	233,934,399	229,556,975

LIABILITIES AND EQUITY

Liabilities

CURRENT LIABILITIES		
Accounts Payable	4,741,061	5,190,307
Current Portion of Long-Term Debt	7,322,671	21,151,390
Accrued Payroll & Payroll Taxes	2,552,293	1,785,823
Due to Affiliate	27,710,898	24,297,285
Other Current Liabilities	8,565,994	9,841,112
TOTAL CURRENT LIABILITIES	50,892,917	62,265,917
LONG-TERM DEBT, LESS CURRENT PORTION	71,680,987	56,013,416
OTHER LIABILITIES	979,666	1,897,621
TOTAL LIABILITIES	123,553,570	120,176,954

Equity

EQUITY		
Owners' Capital Accounts (Other Than Corporations)	4,762,528	5,341,715
Capital Stock & Other Capital (For Corporations)	31,539,579	31,936,181
Retained Earnings	74,078,722	72,102,125
TOTAL EQUITY	110,380,829	109,380,021
TOTAL LIABILITIES AND EQUITY	233,934,399	229,556,975

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

INCOME STATEMENT/CRIPPLE CREEK

INCOME STATEMENT: SCHEDULE "B"

REVENUE	<u>2006</u>	<u>2005</u>
Casino Gaming Revenue	153,070,874	148,979,431
Food & Beverage Revenue	16,430,434	16,361,366
Other Operating & Non-Operating Revenue	7,601,679	7,836,665
GROSS REVENUE	177,102,987	173,177,462
Less Promotional Allowances	16,297,544	18,212,707
NET REVENUE	160,805,443	154,964,755
OPERATING COSTS AND EXPENSES		
Casino	64,247,164	61,722,037
Food & Beverage	17,895,490	18,052,185
Other Operating & Non-Operating Expenses	4,117,267	2,782,785
General & Administrative	42,213,647	42,706,143
Preopening Expenses	0	0
TOTAL OPERATING COSTS AND EXPENSES	128,473,568	125,263,150
EBITDA*	32,331,875	29,701,605
Less Depreciation & Amortization	11,889,260	11,257,969
Earnings Before Interest & Taxes (EBIT)	20,442,615	18,443,636
OTHER INCOME (EXPENSE)		
Interest Income	2,148,347	2,731,622
Interest Expense	7,858,394	7,729,485
Other	(31,995)	(163,129)
TOTAL OTHER INCOME (EXPENSE)	(5,742,042)	(5,160,992)
NET INCOME (LOSS)**	14,700,573	13,282,644

*Earnings Before Interest, Taxes, Depreciation & Amortization

**Before Federal & State Income Taxes & Extraordinary Items

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

DEPARTMENTAL INCOME/CRIPPLE CREEK

GAMING: SCHEDULE "B-1"

REVENUE	<u>2006</u>	<u>2005</u>
Blackjack Revenue	1,358,622	1,215,521
Poker Revenue	2,915,130	3,522,814
Coin Operated Devices	148,797,122	144,241,096
TOTAL GAMING REVENUE	153,070,874	148,979,431
DEPARTMENT EXPENSES		
Give Away Items	18,554,667	15,963,918
State Gaming Taxes, Licenses & Application Fees	11,986,951	11,544,153
Local Device Fees	5,208,650	5,172,992
Payroll, Payroll Taxes, Employee Benefits	18,430,826	17,867,128
Other Departmental Expenses	10,066,070	11,173,846
TOTAL DEPARTMENT EXPENSES	64,247,164	61,722,037
GAMING DEPARTMENTAL INCOME (LOSS)	88,823,710	87,257,394

FOOD & BEVERAGE: SCHEDULE "B-2"

REVENUE	<u>2006</u>	<u>2005</u>
Food & Beverage Sales	5,281,992	5,125,330
Complimentary Food & Beverage Sales	11,148,442	11,236,036
TOTAL FOOD & BEVERAGE REVENUE	16,430,434	16,361,366
DEPARTMENT EXPENSES		
Cost of Food & Beverage Sales	8,080,792	8,257,763
Payroll, Payroll Taxes, Employee Benefits	8,417,257	8,548,221
Other Departmental Expenses	1,397,441	1,246,201
TOTAL DEPARTMENT EXPENSES	17,895,490	18,052,185
FOOD & BEVERAGE DEPARTMENTAL INCOME (LOSS)	(1,465,056)	(1,690,819)

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

DEPARTMENTAL INCOME/CRIPPLE CREEK

OTHER OPERATING & NON-OPERATING INCOME (LOSS): SCHEDULE "B-3"

	<u>2006</u>	<u>2005</u>
OTHER OPERATING & NON-OPERATING INCOME (LOSS) ...	3,484,412	5,053,880

GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE "B-4"

DEPARTMENT EXPENSES	<u>2006</u>	<u>2005</u>
Advertising	3,235,766	3,080,594
Bad Debt Expense	186,621	166,486
Busing Expense	721,493	724,805
Insurance	2,710,587	2,377,831
Local Taxes/Fees*	1,622,659	1,858,819
Management Fees	0	489,400
Parking Expense	752,613	748,572
Payroll, Payroll Taxes, Employee Benefits	18,020,080	19,025,809
Professional Fees (Legal & Accounting)	722,185	881,199
Related Party Expense	1,276,126	367,992
Rent on Premises	1,096,505	1,392,813
Utilities & Phone	3,046,241	2,842,264
Other General & Administrative Expenses	8,822,771	8,749,559
 TOTAL GENERAL & ADMINISTRATIVE EXPENSES	 42,213,647	 42,706,143

*Local Impact Fees, Taxes-Real Estate, Taxes & Licenses-Other

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

2006 BALANCE SHEET BY AGP LEVELS

BALANCE SHEET: SCHEDULE "A" (Average per AGP Range)

<u>AGP Range</u>	<u>0-2M</u>	<u>2-4M</u>	<u>4-5M</u>	<u>5-10M</u>	<u>10-15M</u>	<u>15M+</u>
Number of Casinos in Range	5	8	6	9	5	13
ASSETS						
CURRENT ASSETS						
Cash	287,048	395,919	731,649	838,154	902,824	5,016,850
Receivables	395,279	70,236	1,358,500	5,424,969	1,474,983	10,294,316
Inventory	13,023	12,565	26,563	28,808	70,724	216,587
Prepaid Expenses	12,366	27,599	36,620	81,599	143,880	455,294
Other Current Assets	31,571	31,111	0	109,478	6,904	167,703
TOTAL CURRENT ASSETS	739,287	537,430	2,153,331	6,483,010	2,599,314	16,150,750
PROPERTY, PLANT & EQUIPMENT	824,451	3,134,012	1,898,599	8,955,021	12,604,912	58,059,690
OTHER ASSETS	27,827	325,808	(282,144)	908,654	(101,899)	5,707,102
TOTAL ASSETS	1,591,565	3,997,250	3,769,786	16,346,685	15,102,328	79,917,542
LIABILITIES AND EQUITY						
Liabilities						
CURRENT LIABILITIES						
Accounts Payable	79,169	196,159	135,878	186,007	320,921	1,652,665
Current Portion of Long-Term Debt	15,112	357,243	153,780	1,633,234	991,332	567,457
Accrued Payroll/Payroll Taxes	28,460	77,925	64,290	79,634	269,928	860,947
Due to Affiliate	990,694	1,301,643	109,883	210,187	2,854,062	19,229,437
Other Current Liabilities	46,638	318,163	250,598	596,663	833,939	2,284,532
TOTAL CURRENT LIABILITIES	1,160,073	2,251,133	714,429	2,705,724	5,270,182	24,595,038
LONG-TERM DEBT*	792,134	1,837,156	633,580	5,848,283	4,947,459	39,013,522
OTHER LIABILITIES	30,000	256,317	0	136,582	36,310	362,542
TOTAL LIABILITIES	1,982,207	4,344,607	1,348,009	8,690,589	10,253,951	58,586,487
Equity						
EQUITY						
Owners' Capital Accounts**	754,511	(14,672)	198,845	923,004	2,958,114	(6,191,943)
Capital Stock & Other Capital***	200	750,936	164,843	1,063,282	1,105,959	12,075,476
Retained Earnings	(1,145,354)	(1,083,621)	2,058,090	5,669,810	784,303	15,447,522
TOTAL EQUITY	(390,643)	(347,357)	2,421,778	7,656,096	4,848,376	21,331,055
TOTAL LIABILITIES & EQUITY	1,591,565	3,997,250	3,769,786	16,346,685	15,102,328	79,917,542

*Less Current Portion

**Other Than Corporations

***For Corporations

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

2006 INCOME STATEMENT BY AGP LEVELS

INCOME STATEMENT: SCHEDULE "B" (Average per AGP Range)

<u>AGP Range</u>	<u>0-2M</u>	<u>2-4M</u>	<u>4-5M</u>	<u>5-10M</u>	<u>10-15M</u>	<u>15M+</u>
Number of Casinos in Range	5	8	6	9	5	13
REVENUE						
Casino Gaming Revenue	1,191,161	2,967,524	4,518,407	6,988,232	11,213,789	46,656,616
Food & Beverage Revenue	95,836	193,643	429,976	654,578	979,422	4,611,306
Other Revenue	28,845	49,629	419,133	115,153	411,117	2,130,902
GROSS REVENUE	1,315,843	3,210,796	5,367,516	7,757,963	12,604,328	53,398,824
Less Promotional Allowances	18,089	90,158	191,455	440,282	785,057	4,928,644
NET REVENUE	1,297,754	3,120,638	5,176,061	7,317,680	11,819,271	48,470,180
OPERATING COSTS/EXPENSES						
Casino	592,799	1,453,247	1,930,439	3,070,205	4,581,115	20,277,004
Food & Beverage	147,433	335,365	541,060	813,062	1,258,878	4,960,219
Other Operating & Non-Operating	7,379	64,615	349,821	522,782	142,937	811,061
General & Administrative	487,953	977,101	1,222,638	1,715,818	2,317,593	12,661,326
Preopening Expenses	0	0	0	130,675	0	9,077
TOTAL OPERATING COSTS/EXP.	1,235,564	2,830,328	4,043,958	6,252,542	8,300,524	38,718,687
EBITDA*	62,190	290,310	1,132,102	1,065,139	3,518,747	9,751,493
Less Depreciation & Amortization	125,216	432,008	269,562	571,495	1,274,191	4,143,831
EBIT**	(63,027)	(141,697)	862,541	493,643	2,244,557	5,607,662
OTHER INCOME (EXPENSE)						
Interest Income	490	1,238	5	71,608	1,231	557,691
Interest Expense	91,419	163,466	95,930	634,305	676,521	4,079,062
Other	0	(24,493)	3,787	(29,336)	(234,019)	(460,848)
TOTAL OTHER INCOME (EXP.)	(90,929)	(186,720)	(92,139)	(592,033)	(909,308)	(3,982,219)
NET INCOME (LOSS)***	(153,956)	(328,418)	770,402	(98,390)	1,335,248	1,625,443

*Earnings Before Interest, Taxes, Depreciation & Amortization

**Earning Before Interest & Taxes

***Before federal & state income taxes and extraordinary items

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

2006 DEPARTMENTAL INCOME BY AGP LEVELS

GAMING: SCHEDULE "B-1" (Average per AGP Range)

AGP Range	0-2M	2-4M	4-5M	5-10M	10-15M	15M+
Number of Casinos in Range	5	8	6	9	5	13
REVENUE						
Blackjack Revenue	0	3,036	26,222	40,696	171,711	687,534
Poker Revenue	0	4,374	128,366	64,944	411,845	1,150,413
Coin Operated Devices	1,191,161	2,960,114	4,363,819	6,882,592	10,630,233	44,818,669
TOTAL GAMING REVENUE	1,191,161	2,967,524	4,518,407	6,988,232	11,213,789	46,656,616
DEPARTMENT EXPENSES						
Give Away Items	90,119	424,440	489,149	746,766	1,458,905	5,648,711
State Gaming Fees*	6,260	31,809	68,352	417,347	813,994	7,818,751
Local Device Fees	66,231	138,805	209,265	276,666	314,850	734,121
Payroll/Taxes/Benefits	353,305	626,226	840,334	982,702	1,567,402	3,624,800
Other Dept.Expenses	76,884	231,968	323,340	646,723	425,964	2,450,622
TOTAL DEPT. EXPENSES	592,799	1,453,247	1,930,439	3,070,205	4,581,115	20,277,004
GAMING DEPT. INCOME (LOSS)	598,362	1,514,277	2,587,968	3,918,027	6,632,674	26,379,612

FOOD & BEVERAGE: SCHEDULE "B-2"

REVENUE						
Food & Beverage Sales	62,381	61,583	204,520	336,672	231,473	1,224,492
Complimentary F&B Sales	33,455	132,060	225,456	317,906	747,950	3,386,814
TOTAL F&B REVENUE	95,836	193,643	429,976	654,578	979,422	4,611,306
DEPARTMENT EXPENSES						
Cost of Food & Beverage Sales	83,322	132,209	233,431	397,964	465,430	2,089,869
Payroll/Taxes/Benefits	42,668	144,863	189,884	378,113	575,872	2,360,054
Other Dept.Expenses	21,443	58,293	117,746	36,985	217,576	510,296
TOTAL DEPT. EXPENSES	147,433	335,365	541,060	813,062	1,258,878	4,960,219
F&B DEPT. INCOME (LOSS)	(51,597)	(141,722)	(111,085)	(158,484)	(279,456)	(348,913)

OTHER OPERATING & NON-OPERATING INCOME (LOSS): SCHEDULE "B-3"

OTHER INCOME (LOSS)	21,467	(14,986)	69,312	(407,629)	268,180	1,319,841
----------------------------------	---------------	-----------------	---------------	------------------	----------------	------------------

GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE "B-4"

DEPARTMENT EXPENSES						
Advertising	42,377	27,584	44,534	115,416	206,663	872,028
Bad Debt Expense	2,206	6,332	3,440	23,528	11,379	54,141
Busing Expense	4,923	53,503	29,798	10,983	89,438	316,409
Insurance	38,910	31,888	51,202	207,305	93,708	500,982
Local Taxes/Fees**	17,751	40,012	58,966	66,772	129,474	555,624
Management Fees	0	33,635	30,000	61,380	0	1,339,640
Parking Expense	0	9,924	42,594	35,483	79,872	32,882
Payroll/Taxes/Benefit	188,648	335,141	363,784	587,000	880,900	4,912,648
Prof.Fees (Legal & Accounting)	5,868	26,246	28,878	49,993	28,989	167,835
Related Party Expense	0	6,502	200,000	27,505	6,272	255,048
Rent on Premises	40,640	147,256	168,154	66,431	73,019	290,172
Utilities & Phone	42,897	88,800	105,854	131,470	222,710	908,234
Other G&A Expenses	103,733	170,278	95,434	332,550	495,168	2,455,683
TOTAL G&A EXPENSES	487,953	977,101	1,222,638	1,715,818	2,317,593	12,661,326

*Includes Gaming Taxes, Licenses, Application and Device Fees

**Local Impact Fees, Taxes-Real Estate, Taxes & Licenses-Other

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

ADDITIONAL INFORMATION & RATIOS

AVERAGE NUMBER OF EMPLOYEES

	<u>2006</u>	<u>2005</u>
Gaming Department	2,326	2,397
F&B Department	1,538	1,501
G&A Department	1,705	2,003
Other Departments	254	222
TOTAL	5,823	6,123

REVENUE PER SQUARE FOOT OF AVAILABLE SPACE

DEPARTMENT	Total Square Feet		Total Revenue		Average Revenue Per Square Foot	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Blackjack	11,907	11,337	\$10,344,375	\$13,797,080	\$869	\$1,217
Poker	25,075	22,401	\$18,404,280	\$18,706,494	\$734	\$835
Slot Machines	353,634	337,236	\$753,556,825	\$726,759,843	\$2,131	\$2,155
Food & Beverage	190,789	200,528	\$75,343,469	\$71,524,110	\$395	\$357
Other	1,692,467	1,641,651	\$33,849,748	\$25,864,124	\$20	\$16
TOTAL	2,273,872	2,213,153	\$891,498,697	\$856,651,651	\$392	\$387

CASINO HOTEL ROOM OCCUPANCY

	Available Room Nights		Occupancy Rate	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
January	26,492	21,838	78%	77%
February	23,928	19,581	85%	80%
March	26,482	21,186	81%	79%
April	25,671	21,178	77%	80%
May	26,467	21,911	74%	80%
June	25,595	21,207	85%	86%
July	26,485	21,942	89%	93%
August	26,495	21,944	89%	90%
September	25,649	21,280	89%	88%
October	26,476	21,927	79%	83%
November	25,634	21,175	72%	79%
December	26,516	23,132	67%	77%
TOTAL	311,890	258,301	80%	83%

The Colorado Division of Gaming does not express any form of assurance regarding this statement.

FINANCIAL RATIOS

	<u>2006</u>	<u>2005</u>
Total current assets to total current liabilities	92.0%	110.2%
Total current liabilities to total liabilities	34.8%	35.2%
Total current liabilities to total equity	86.4%	73.3%
Total liabilities to total equity	248.2%	208.2%
Total gross revenue to average* total assets	74.2%	74.2%
Total liabilities to total assets	71.3%	67.6%
Total complimentary expense to gaming revenue	9.4%	11.0%
Percent of operations reporting a net income		
Statewide	67.4%	58.7%
Black Hawk	61.9%	47.6%
Central City	71.4%	83.3%
Cripple Creek	72.2%	63.2%
EBITDA** to average* assets	13.6%	13.1%
Earnings before interest & taxes (EBIT) to average* invested capital***	8.8%	9.3%
Income before taxes & extraordinary items to net revenue	3.4%	5.5%
Income before taxes & extraordinary items to average* equity	2.5%	3.8%

* Average of current and previous year

**EBITDA=Earnings before interest, taxes, depreciation & amortization

***Invested capital=Average assets less average current liabilities

The Colorado Division of Gaming does not express any form of assurance regarding this statement.