



2012 Fact Book and Abstract

Division of Gaming

Colorado Department of Revenue

Colorado Division of Gaming

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ABOUT THE DEPARTMENT OF REVENUE

Vision

To become a premier Department of Revenue known for its outstanding customer service, innovation and dedicated employees.

Mission

The Department of Revenue will provide quality service to our customers in fulfillment of our fiduciary and statutory responsibilities while instilling public confidence through professional and responsive employees.

About

The Department of Revenue is one of the few state agencies that provide service for almost every citizen of the state. From administering the collection of sales and income taxes, issuing driver licenses and vehicle registrations, administering the state and multi-state Lottery jackpot and Scratch games, to the enforcement and regulation of gaming establishments, horse racing, liquor sales, auto dealers and, most recently, medical marijuana dispensaries, the scope of the department is broad and wide-reaching.

Our success in accomplishing these goals is dependent on our relationships with our customers, stakeholders, and our employees, and aids us in meeting Governor John Hickenlooper's goals of being more *efficient, effective and elegant*.

Five Goals of the Department of Revenue (DOR)

Although each of our Divisions performs many different functions, we are all committed to five overarching goals.

1. Customer Service

DOR works to provide processes that are clear, simple, timely and convenient for -- and respectful to -- the customer.

2. Fiduciary Responsibility

At DOR, we are devoted to providing responsible financial, resource and project management that builds a sustainable foundation, utilizing a high standard of care.

3. Statutory Responsibility

Each and every one of the divisions works to promote fairness and consistency in the application of the law -- regardless of the task or project.

4. Employees

DOR prides itself in recruiting, developing and retaining a high-quality, diverse workforce in an environment that promotes collaboration, professional development and employee innovation.

5. Public Confidence

Because DOR serves the public, it's important to maximize public trust through responsible stewardship and transparent processes.

REVENUE DIVISIONS AND FUNCTIONS

Enforcement Business Group

The Enforcement Business Group is responsible for licensing and regulating businesses throughout the state through its divisions and carrying out state laws.

- Division of Gaming
- Division of Racing
- Division of Liquor and Tobacco Enforcement
- Auto Industry Division
- Medical Marijuana Enforcement Division

Lottery Division

Creates and sells Lottery games of chance that are held to the highest standards of public confidence, integrity, entertainment and efficiency in order to maximize revenue for the Lottery beneficiaries and the people of Colorado.

Motor Vehicle Business Group

Issues driver licenses and state identification cards and maintains all driver records. The division also provides oversight and support for vehicle titling, all registration processes including the International Registration Plan for Commercial Trucks, and the state's vehicle emissions program.

Taxation Business Group

Collects, manages and enforces the following business-related taxes: sales, use, withholding, fuel, severance, alcohol, cigarette and tobacco. Taxation also collects, reviews and enforces individual, corporate, partnership and trust income tax returns.

OVERVIEW OF THE DIVISION OF GAMING

Limited gaming started in Colorado on October 1, 1991, with a total of 11 casinos open statewide. In November 1992, Colorado had its greatest number of casinos with 76 casinos operating statewide at one time. At the 21-year mark on October 1, 2012, there were 41 gaming establishments open in Colorado, a number that has remained fairly constant for several years, with the annual number averaging very close to 40 casinos since 2008.

Gross revenues generated by casinos on a monthly basis have increased from nearly \$8.4 million during the first month of operation to a high of more than \$76.5 million in July 2007.

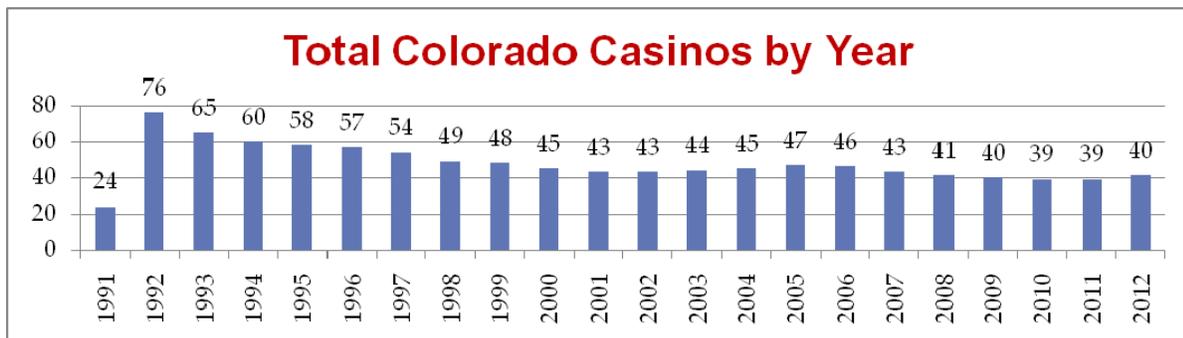
During the first 21 years of gaming in Colorado, casinos paid nearly \$1.7 billion in gaming tax revenues to the state on nearly \$12.6 billion in adjusted gross revenues. That money has been used to fund state historical restoration projects, mitigate the impacts to state and local governments caused by gaming, and finance on-going regulation of the gaming industry.

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 towns of Black Hawk, Central City and Cripple Creek. Gaming was approved to revitalize and maintain the integrity of these three communities.

“Limited gaming” was 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 constitution through a statewide vote of the people.

On November 4, 2008, Colorado voters approved Amendment 50, giving the electorate in Black Hawk, Central City and Cripple Creek the option to approve raising the maximum wager limit up to \$100, adding the games of craps and/or roulette, and allowing 24-hour gaming effective July 2, 2009.

The amendment earmarks additional state revenues generated by the changes to be distributed to community colleges and to the gaming towns and counties. Amendment 50 also requires voter approval for any increase in gaming tax rates beyond the rates and levels in place as of July 1, 2008. Voters in all three towns approved the changes for casinos in their communities, and the changes went into effect July 2, 2009.



STRUCTURE OF THE 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 Golden, Central City/Black Hawk and Cripple Creek, employs a staff of 92 persons, which includes investigators, auditors, accountants, administrators and support personnel.

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

The Division is also involved in other day-to-day activities of limited gaming. In the first 20 years, the Division's Licensing Section processed nearly 40,000 new licenses for casinos and casino employees.

The Audit Section conducts revenue and compliance audits to make sure establishments are following stringent accounting and compliance procedures to support the proper reporting and payment of taxes. The Audit Section develops and updates the Internal Control Minimum Procedures (ICMP) that casinos are required to implement in order to facilitate an adequate control environment. The section works closely with casino Internal Compliance Officers to review proposed variances to the ICMP, reporting and resolving noncompliant issues and developing internal control testing processes. The Audit Section is responsible for publishing the annual Fact Book and Abstract.



The Technical Systems Group (TSG) oversees all gaming system technology and applications in the Colorado gaming industry, such as cashless wagering, wireless technology, network security and architecture, and wide-area progressives. This group is responsible for adequately understanding the full regulatory impact of developing technologies and develops strategies, procedures, regulations and internal controls to implement technologies as they emerge, to attempt to meet the market demand for them. TSG monitors the installation and upgrades of all systems to ensure they are approved and comply with the gaming laws of Colorado.

The Field Operations Unit monitors all gaming devices and related media in Central City, Black Hawk, and Cripple Creek. This unit is tasked with ensuring each of the approximately 15,000 electronic gaming devices offered for play in Colorado's limited gaming jurisdiction are approved for use and are in compliance with state law. The unit assesses the regulatory impact of new game platforms and monitors field trials related to new games and platforms. Field Operations, along with TSG, provide oversight and regulatory interpretations to the independent testing lab, Gaming Laboratories International, for all games, devices and systems in their respective areas of expertise.

An organization chart is posted on the Division's website, colorado.gov/revenue/gaming.

LIMITED GAMING CONTROL 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

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. Meeting dates and agendas are posted on the Division of Gaming website, www.colorado.gov/revenue/gaming .

In addition to other powers and duties set forth in statute, the Commission is charged with:

- promulgation of rules and regulations governing the licensing, conducting, and operating of limited gaming;
- issuance of licenses to those involved in the ownership, participation, or conduct of limited gaming;
- the levying of fines and suspensions or revocation of licenses which the commission has issued;
- the establishment and collection of limited gaming fees and taxes, and the establishment of minimum internal control procedures for licensees, including accounting procedures, reporting procedures, and personnel policies.

COMMISSION MEMBERS

Roger Hutson — Chairman, Business Member

(1st Congressional District - Republican)

Commissioner Hutson of Denver is the President and CEO of HRM Resources, LLC, a private firm specializing in acquisition, operation and development of assets which produce oil and gas. Previously, he served as the President of Paladin Energy Partners, LLC, which also specialized in the acquisition, operation and drilling of oil and gas assets. His term expires July 1, 2014.

Jannine Mohr — Vice Chairman, Attorney Member

(4th Congressional District - Democrat)

Commissioner Mohr of Loveland is associate legal counsel for Colorado State University, Office of the General Counsel and handles litigation matters, risk management/loss control and open records requests. Mohr is an assistant professor in the School of Education at Colorado State University, teaching the Law of Higher Education. Previously, she worked for a number of law firms in Denver, including Lowe Fell & Skogg; Krys Boyle, PC; and Clanahan, Tanner, Downing & Knowlton. Mohr was special assistant to U.S. Senator Barbara Boxer, and assisted in the campaigns of Guy Kelley for Congress, Tom Redder for Congress and Tim Wirth for United States Senate. Her term will expire July 1, 2015.

Douglas Darr — Law Enforcement Member

(2nd Congressional District - Democrat)

Commissioner Darr of Thornton has served in various positions and capacities with the Adams County Sheriff's Office over a span of more than 39 years, and was elected sheriff by the citizens of Adams County in November 2002. Career highlights include service as Director of the Adams County Emergency Management Operations, as SWAT team commander for more than 300 missions and serving the Adams County community as the elected sheriff. His term expires July 1, 2013.

Charles Murphy — Registered Voter Member

(5th Congressional District - Democrat)

Commissioner Murphy of Colorado Springs is the founder and owner of Murphy Constructors of Colorado Springs, which specializes in restoration and renovation of 19th and early 20th century buildings, including many historic structures in the Colorado Springs and the Manitou Springs area. In addition, he owns Gray Line Tours of Colorado Springs and Brookside Assisted Living. His term expires July 1, 2016.

Bill Hughes— Registered Certified Public Accountant Member

(6th Congressional District - Republican)

Commissioner Hughes has been actively involved in the public accounting industry for more than twenty years, founding Hughes, Wedgwood, and Company, LLC with Louann Wedgwood in 1999. He has served as senior member of a CPA firm specializing in the construction industry and held the position of Chief Financial Officer for a major mechanical contracting firm. He is well versed in the tax laws and accounting requirements that are unique to closely held businesses, high net-worth individuals, and the construction and other industries. He has maintained a leadership position in the industry as a member of CCA Associates Board of Directors, ABC Board of Directors, Legislative Committee Chair, and PAC Chair of Associated Builders and Contractors (ABC). His term expires July 1, 2015.

LICENSES AND FEES

The Colorado Limited Gaming Control Commission issues five (5) types of licenses. All licenses are effective for two years.

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

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

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

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

Support Employee — Persons such as dealers and cashiers, including anyone employed in the field of limited gaming.



License Fees

Manufacturer/Distributor – Type 1*	\$3,000	Manufacturer/Distributor – Type 2*	\$6,000
Operator - Type 1	\$3,000	Operator - Type 2	\$6,000
Retailer - Type 1	\$4,500	Retailer - Type 2	\$6,500
Key Employee (original)	\$250	Key Employee (renewal)	\$200
Support Employee (original)	\$100	Support Employee (renewal)	\$60

Background Deposits

Type 1 Applicants*	\$5,000	Type 2 Applicants*	\$10,000
Key Employee Deposit	\$1,000	Support Employee	No

**Type 1 applicants have six or fewer persons with a 5 percent or more interest in the license, all of whom live in Colorado. A Type 2 applicant is any applicant not falling within the Type 1 qualifications.*

The Division of Gaming collects a deposit to cover the costs of conducting a thorough background check. As of July 1, 2011, the Division bills against this deposit at the rate of \$65 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.

Device Fees

In 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.

GAMING TAXES AND RATES

The largest source of revenue for the Division is from gaming taxes paid by casinos. Taxes are paid on a graduated scale ranging from 0.25 percent to 20 percent of adjusted gross proceeds (AGP).

The Commission is required by the Colorado Constitution to set the gaming tax rate on an annual basis. Under Amendment 50, the Commission cannot raise tax rates above the July 2008 levels without statewide voter approval. The gaming tax is paid on a monthly basis, with casinos required to file returns by the 15th of the following month.

In setting the tax rate, state law directs the Commission to consider the need to provide monies to the cities of Central, Black Hawk, and Cripple Creek for historic preservation and restoration; the impact on the communities and any state agency including, but not limited to, infrastructure, law enforcement, environment, public health and safety, education requirements, human services, and other components due to limited gaming; the impact on licensees and the profitability of their operations; the profitability of the other "for-profit" forms of gambling in this state; the profitability of similar forms of gambling in other states; the impact on recipients of limited gaming tax proceeds; and the expenses of the commission and the division for their administration and operation.

At its meeting in May 2011, the Commission adopted tax rates for FY2012 that represented a 5 percent reduction of the previous rates. In May 2012, the Commission voted to restore tax rates for FY2013 equal to the FY2011 rates.

The Commission assesses taxes based on AGP. Gaming tax rates for fiscal years 2013, 2012, and 2011 are below:

Casino AGP	2013 and 2011	2012
Up to \$2 million	0.25 percent	0.2375 percent
over \$2 million and up to \$5 million	2 percent	1.90 percent
over \$5 million and up to \$8 million	9 percent	8.55 percent
over \$8 million and up to \$10 million	11 percent	10.45 percent
over \$10 million, up to \$13 million	16 percent	15.20 percent
over \$13 million	20 percent	19 percent

AGP is most easily defined as the amount of money wagered minus the amount paid out in prizes.

LIMITED GAMING FUND FORMULA

The Division of Gaming is a cash-funded agency, meaning no state general fund 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 revenues.

All revenues generated from gaming — gaming tax revenues along with license and application fees paid by casinos and other revenues — are placed in the Limited Gaming Fund. 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 to the original recipients of the Limited Gaming Fund.

The formula for the remaining monies for this year's distribution:

50% to the “state share” which was statutorily distributed to the

- State General Fund,
- Colorado Travel & Tourism Promotion Fund,
- Bioscience Discovery Evaluation Cash Fund,
- Film Incentives Cash Fund,
- Local Government Limited Gaming Impact Fund,
- Innovative Higher Education Research Fund,
- New Jobs Incentives Cash Fund, and
- Creative Industries Cash Funds



Downtown Cripple Creek

28% to the Colorado State Historical Fund

- 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 gaming revenues generated in these counties

10% to the cities of Black Hawk, Central and Cripple Creek in proportion to gaming revenues

The tax revenues attributed to the implementation of Amendment 50 are as follows:

78% to the state’s public community colleges, junior colleges, and local district colleges to supplement existing state funding

12% to Gilpin and Teller counties in proportion to gaming tax revenues generated in each county

10% to the cities of Black Hawk, Central and Cripple Creek in proportion to gaming tax revenues generated in each city

LIMITED GAMING FUND DISTRIBUTION

	<u>FY 2011</u>	<u>FY 2012</u>
Limited Gaming Revenues	\$ 105,949,859	\$ 103,557,500
Previous Year's Escrow	\$ 4,726,076	\$ 3,270,844
Division and Commission Expenses	\$ (12,097,096)	\$ (12,305,062)
Two Months Escrow	\$ (3,270,844)	\$ (3,340,325)
Interest Earned in Extended Gaming Fund	\$ 19,356	\$ 14,428
TOTAL AMOUNT DISTRIBUTED	\$ 95,327,351	\$ 91,197,385
ORIGINAL RECIPIENTS		
State General Fund	\$ 20,400,269	\$ 20,304,942
Local Govt. Ltd. Gaming Impact Fund	\$ 3,600,806	\$ 3,314,827
Colorado Travel & Tourism Promotion Fund	\$ 12,002,686	\$ 11,049,424
Creative Industries Cash Funds	\$ 1,200,269	\$ 883,954
Film Incentives Cash Fund	\$ 0	\$ 220,989
New Jobs Incentive Cash Fund	\$ 0	\$ 0
Innovative Higher Education Research Fund	\$ 1,680,376	\$ 1,546,920
Bioscience Discovery Evaluation Cash Fund	\$ 4,320,967	\$ 3,977,793
State Historical Society	\$ 24,195,009	\$ 23,127,355
Counties of Gilpin and Teller	\$ 10,369,289	\$ 9,911,723
Cities of Black Hawk, Central and Cripple Creek	\$ 8,641,075	\$ 8,259,770
TOTAL ORIGINAL RECIPIENTS	\$ 86,410,746	\$ 82,597,697
AMENDMENT 50 RECIPIENTS		
Colorado Public Community Colleges, Junior Colleges and Local District Colleges	\$ 6,954,952	\$ 6,707,757
Counties of Gilpin and Teller	\$ 1,069,993	\$ 1,031,963
Cities of Black Hawk, Central and Cripple Creek	\$ 891,660	\$ 859,969
TOTAL AMENDMENT 50 RECIPIENTS	\$ 8,916,605	\$ 8,599,689

COLORADO STATISTICAL SUMMARY

2007

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	45	17,168	\$ 58,830,995	\$ 9,581,530
FEB	44	16,853	\$ 64,415,898	\$ 10,697,585
MAR	44	17,028	\$ 74,492,922	\$ 12,686,076
APR	44	17,007	\$ 67,085,954	\$ 11,566,439
MAY	44	16,999	\$ 70,075,990	\$ 12,174,597
JUN	44	16,925	\$ 68,885,003	\$ 12,290,255
JUL	45	16,924	\$ 76,554,969	\$ 2,118,872
AUG	44	16,898	\$ 71,987,462	\$ 6,399,236
SEP	43	16,853	\$ 72,988,144	\$ 9,113,731
OCT	41	16,556	\$ 65,851,080	\$ 9,120,165
NOV	41	16,421	\$ 66,665,718	\$ 10,201,204
DEC	41	16,418	\$ 58,295,644	\$ 9,460,174
Total	43	16,838	\$ 816,129,779	\$ 115,409,863

2008

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	41	16,470	\$ 56,692,551	\$ 9,280,637
FEB	41	16,526	\$ 57,905,967	\$ 9,692,421
MAR	41	16,515	\$ 63,192,564	\$ 10,809,726
APR	41	16,429	\$ 58,711,104	\$ 10,162,974
MAY	42	16,397	\$ 63,963,063	\$ 11,290,273
JUN	42	17,013	\$ 60,583,972	\$ 10,526,985
JUL	42	17,261	\$ 65,650,866	\$ 1,278,994
AUG	42	17,258	\$ 68,201,503	\$ 5,396,197
SEP	41	17,012	\$ 59,321,458	\$ 6,421,543
OCT	41	16,913	\$ 56,305,450	\$ 7,362,135
NOV	40	16,665	\$ 56,729,880	\$ 8,064,125
DEC	40	16,673	\$ 48,621,333	\$ 7,427,419
Total	41	16,761	\$ 715,879,711	\$ 97,713,431

2009

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	40	16,574	\$ 57,548,246	\$ 9,294,275
FEB	40	16,480	\$ 57,276,650	\$ 9,439,997
MAR	40	16,380	\$ 60,606,061	\$ 10,254,952
APR	40	16,282	\$ 51,631,631	\$ 8,929,637
MAY	40	16,169	\$ 62,326,564	\$ 10,920,943
JUN	40	15,926	\$ 57,551,330	\$ 10,116,058
JUL	40	16,098	\$ 76,161,595	\$ 2,071,682
AUG	40	16,013	\$ 69,662,271	\$ 6,494,361
SEP	40	15,922	\$ 63,444,224	\$ 7,418,713
OCT	40	15,852	\$ 61,780,353	\$ 8,653,845
NOV	40	15,965	\$ 61,173,427	\$ 9,251,135
DEC	40	15,973	\$ 55,428,001	\$ 8,679,492
Total	40	16,136	\$ 734,590,354	\$ 101,525,092

2010

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	40	15,758	\$ 64,292,112	\$ 10,429,877
FEB	40	15,698	\$ 58,697,839	\$ 9,929,387
MAR	39	15,412	\$ 63,237,270	\$ 10,776,165
APR	39	15,363	\$ 62,680,295	\$ 11,078,053
MAY	39	15,314	\$ 66,662,229	\$ 11,875,076
JUN	40	15,482	\$ 61,757,254	\$ 11,009,930
JUL	40	15,531	\$ 70,054,229	\$ 2,005,518
AUG	40	15,488	\$ 67,238,197	\$ 6,122,467
SEP	40	15,494	\$ 65,618,514	\$ 7,733,510
OCT	40	15,365	\$ 64,760,403	\$ 8,661,399
NOV	38	14,866	\$ 57,032,200	\$ 8,370,895
DEC	37	14,492	\$ 57,579,781	\$ 9,028,673
Total	39	15,355	\$ 759,610,323	\$ 107,020,950

2011

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	38	14,672	\$ 59,242,016	\$ 9,574,518
FEB	37	14,600	\$ 57,201,041	\$ 9,158,607
MAR	37	14,379	\$ 65,602,845	\$ 10,965,350
APR	37	14,380	\$ 63,890,920	\$ 10,960,809
MAY	37	14,393	\$ 65,699,832	\$ 11,536,583
JUN	37	14,428	\$ 60,195,392	\$ 10,676,549
JUL	39	14,814	\$ 71,278,059	\$ 2,082,788
AUG	40	14,897	\$ 64,617,225	\$ 5,564,124
SEP	40	14,989	\$ 64,983,655	\$ 7,289,416
OCT	40	14,881	\$ 62,394,801	\$ 7,915,060
NOV	40	14,958	\$ 58,573,499	\$ 8,103,239
DEC	40	14,885	\$ 56,429,617	\$ 8,339,462
Total	39	14,690	\$ 750,108,903	\$ 102,166,504

2012

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	40	14,868	\$ 58,922,840	\$ 9,035,780
FEB	40	14,879	\$ 60,536,761	\$ 9,637,193
MAR	40	14,847	\$ 71,313,503	\$ 11,833,924
APR	40	14,810	\$ 62,132,362	\$ 10,333,263
MAY	41	14,732	\$ 65,301,552	\$ 11,081,125
JUN	41	14,822	\$ 63,153,570	\$ 10,900,265
JUL	40	14,825	\$ 69,474,183	\$ 2,085,068
AUG	41	15,165	\$ 67,329,084	\$ 6,286,882
SEP	41	15,230	\$ 66,524,764	\$ 7,769,695
OCT	41	15,183	\$ 59,136,969	\$ 7,809,261
NOV	41	15,143	\$ 61,361,492	\$ 8,471,953
DEC	41	15,064	\$ 61,066,930	\$ 9,015,513
Total	41	14,964	\$ 766,254,008	\$ 104,259,922

BLACK HAWK STATISTICAL SUMMARY

2007

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	20	10,168	\$ 42,361,173	\$ 7,724,526
FEB	20	9,930	\$ 46,229,075	\$ 8,509,778
MAR	20	10,091	\$ 53,601,651	\$ 10,015,241
APR	20	10,086	\$ 47,925,526	\$ 8,921,964
MAY	20	10,080	\$ 49,898,518	\$ 9,308,855
JUN	20	10,084	\$ 48,672,956	\$ 9,235,326
JUL	20	10,035	\$ 53,666,659	\$ 2,007,828
AUG	20	10,054	\$ 50,326,248	\$ 5,816,948
SEP	20	10,024	\$ 51,403,796	\$ 7,951,253
OCT	20	10,059	\$ 47,421,827	\$ 7,767,392
NOV	20	9,914	\$ 47,933,719	\$ 8,391,868
DEC	20	9,904	\$ 41,944,013	\$ 7,611,378
Total	20	10,036	\$ 581,385,160	\$ 93,262,356

2008

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	20	9,942	\$ 40,900,910	\$ 7,447,694
FEB	20	9,924	\$ 41,904,425	\$ 7,702,823
MAR	20	9,894	\$ 45,819,165	\$ 8,506,696
APR	19	9,766	\$ 42,323,357	\$ 7,904,632
MAY	19	9,735	\$ 45,616,222	\$ 8,593,496
JUN	19	9,721	\$ 42,070,386	\$ 7,947,969
JUL	19	9,943	\$ 45,712,538	\$ 1,204,377
AUG	19	9,935	\$ 47,754,544	\$ 5,045,254
SEP	18	9,739	\$ 41,140,793	\$ 5,846,713
OCT	18	9,718	\$ 39,429,265	\$ 6,234,518
NOV	18	9,723	\$ 40,562,512	\$ 6,808,665
DEC	18	9,751	\$ 35,451,500	\$ 6,183,749
Total	19	9,816	\$ 508,685,618	\$ 79,426,586

2009

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	18	9,750	\$ 41,583,068	\$ 7,592,270
FEB	18	9,704	\$ 41,183,664	\$ 7,547,169
MAR	18	9,639	\$ 43,668,302	\$ 8,096,206
APR	18	9,567	\$ 37,127,632	\$ 6,914,629
MAY	18	9,450	\$ 44,319,231	\$ 8,330,204
JUN	18	9,181	\$ 40,454,171	\$ 7,559,432
JUL	18	9,306	\$ 54,448,921	\$ 1,979,467
AUG	18	9,266	\$ 49,603,353	\$ 6,101,087
SEP	18	9,152	\$ 44,895,570	\$ 6,704,102
OCT	18	9,105	\$ 45,464,305	\$ 7,539,574
NOV	18	9,231	\$ 45,829,328	\$ 7,998,810
DEC	18	9,276	\$ 41,399,284	\$ 7,422,895
Total	18	9,386	\$ 529,976,828	\$ 83,785,845

2010

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	18	9,125	\$ 48,232,886	\$ 8,766,102
FEB	18	9,091	\$ 43,597,300	\$ 8,097,049
MAR	18	9,023	\$ 46,571,030	\$ 8,691,604
APR	18	8,978	\$ 47,234,514	\$ 8,926,616
MAY	18	8,928	\$ 49,235,593	\$ 9,376,529
JUN	18	8,920	\$ 44,823,299	\$ 8,564,389
JUL	18	8,961	\$ 50,342,013	\$ 1,939,876
AUG	18	8,892	\$ 48,314,499	\$ 5,888,159
SEP	18	8,935	\$ 47,646,526	\$ 7,183,159
OCT	18	8,845	\$ 47,489,858	\$ 7,704,290
NOV	18	8,802	\$ 42,772,285	\$ 7,320,335
DEC	17	8,373	\$ 43,185,665	\$ 7,753,556
Total	18	8,906	\$ 559,445,467	\$ 90,211,663

2011

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	17	8,632	\$ 44,140,360	\$ 8,082,573
FEB	17	8,621	\$ 42,314,186	\$ 7,812,628
MAR	17	8,558	\$ 48,182,353	\$ 9,044,900
APR	17	8,483	\$ 47,558,607	\$ 8,948,199
MAY	17	8,475	\$ 48,564,299	\$ 9,285,354
JUN	17	8,516	\$ 43,811,078	\$ 8,379,007
JUL	18	8,606	\$ 51,301,970	\$ 2,024,029
AUG	18	8,609	\$ 46,282,066	\$ 5,360,971
SEP	18	8,574	\$ 47,457,363	\$ 6,819,207
OCT	18	8,530	\$ 45,633,462	\$ 7,081,557
NOV	18	8,632	\$ 43,299,966	\$ 7,123,612
DEC	18	8,609	\$ 42,337,950	\$ 7,211,048
Total	18	8,570	\$ 550,883,660	\$ 87,173,086

2012

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	18	8,582	\$ 42,958,244	\$ 7,487,497
FEB	18	8,604	\$ 44,363,203	\$ 7,851,590
MAR	18	8,577	\$ 53,069,929	\$ 9,468,384
APR	18	8,518	\$ 45,781,498	\$ 8,211,005
MAY	18	8,456	\$ 47,012,709	\$ 8,529,628
JUN	18	8,541	\$ 46,663,865	\$ 8,484,811
JUL	18	8,546	\$ 49,267,826	\$ 2,023,398
AUG	18	8,522	\$ 48,617,707	\$ 6,060,057
SEP	18	8,520	\$ 47,939,317	\$ 7,255,371
OCT	18	8,533	\$ 42,324,515	\$ 6,917,933
NOV	18	8,469	\$ 45,181,801	\$ 7,338,599
DEC	18	8,460	\$ 45,361,594	\$ 7,663,177
Total	18	8,527	\$ 558,542,208	\$ 87,291,452

CENTRAL CITY STATISTICAL SUMMARY

2007

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	6	2,224	\$ 5,741,312	\$ 882,864
FEB	6	2,210	\$ 6,086,948	\$ 966,361
MAR	6	2,226	\$ 7,159,724	\$ 1,145,964
APR	6	2,209	\$ 6,815,397	\$ 1,121,764
MAY	6	2,208	\$ 6,917,277	\$ 1,181,351
JUN	6	2,205	\$ 6,824,673	\$ 1,166,454
JUL	6	2,213	\$ 7,642,319	\$ 62,877
AUG	6	2,204	\$ 7,243,408	\$ 432,561
SEP	6	2,205	\$ 7,321,464	\$ 708,974
OCT	6	2,208	\$ 6,113,632	\$ 732,116
NOV	6	2,208	\$ 6,281,223	\$ 888,090
DEC	6	2,204	\$ 5,635,175	\$ 881,853
Total	6	2,210	\$ 79,782,553	\$ 10,171,229

2008

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	6	2,163	\$ 5,903,103	\$ 936,602
FEB	6	2,163	\$ 5,398,346	\$ 859,809
MAR	6	2,163	\$ 5,929,661	\$ 976,267
APR	6	2,152	\$ 5,680,451	\$ 943,132
MAY	6	2,128	\$ 5,977,716	\$ 1,025,124
JUN	6	2,123	\$ 5,681,715	\$ 945,794
JUL	6	2,145	\$ 6,084,184	\$ 37,650
AUG	6	2,153	\$ 6,234,734	\$ 209,443
SEP	6	2,138	\$ 5,385,617	\$ 320,578
OCT	6	2,140	\$ 5,233,228	\$ 550,994
NOV	6	2,151	\$ 5,239,539	\$ 642,370
DEC	6	2,137	\$ 4,363,839	\$ 617,404
Total	6	2,146	\$ 67,112,131	\$ 8,065,168

2009

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	6	2,088	\$ 5,244,550	\$ 784,166
FEB	6	2,053	\$ 5,050,107	\$ 775,593
MAR	6	2,027	\$ 5,299,419	\$ 832,106
APR	6	2,032	\$ 4,649,156	\$ 762,906
MAY	6	2,053	\$ 5,738,931	\$ 950,127
JUN	6	2,074	\$ 5,148,037	\$ 832,339
JUL	6	2,116	\$ 6,643,090	\$ 47,995
AUG	6	2,113	\$ 6,113,981	\$ 254,278
SEP	6	2,091	\$ 5,716,883	\$ 384,229
OCT	6	2,083	\$ 5,160,454	\$ 602,036
NOV	6	2,079	\$ 4,991,480	\$ 662,455
DEC	6	2,046	\$ 4,501,136	\$ 624,819
Total	6	2,071	\$ 64,257,223	\$ 7,513,050

2010

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	6	2,011	\$ 5,205,046	\$ 740,560
FEB	6	1,966	\$ 5,107,821	\$ 780,119
MAR	6	1,947	\$ 5,522,204	\$ 854,326
APR	6	1,947	\$ 4,933,122	\$ 811,177
MAY	6	1,944	\$ 5,527,167	\$ 886,643
JUN	7	2,129	\$ 5,311,849	\$ 799,821
JUL	7	2,156	\$ 6,353,195	\$ 28,774
AUG	7	2,178	\$ 6,053,942	\$ 112,688
SEP	7	2,199	\$ 5,901,848	\$ 284,667
OCT	7	2,207	\$ 5,935,489	\$ 476,728
NOV	7	2,145	\$ 4,761,767	\$ 466,171
DEC	7	2,194	\$ 5,113,695	\$ 593,866
Total	7	2,085	\$ 65,727,144	\$ 6,835,539

2011

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	8	2,171	\$ 5,237,175	\$ 598,104
FEB	7	2,173	\$ 4,947,970	\$ 281,275
MAR	7	2,140	\$ 5,952,660	\$ 481,284
APR	7	2,144	\$ 5,868,124	\$ 617,368
MAY	7	2,121	\$ 5,863,560	\$ 664,629
JUN	7	2,109	\$ 5,094,651	\$ 623,919
JUL	7	2,204	\$ 6,400,854	\$ 20,798
AUG	8	2,289	\$ 5,940,458	\$ 79,208
SEP	8	2,424	\$ 5,732,117	\$ 186,708
OCT	8	2,401	\$ 6,068,313	\$ 355,853
NOV	8	2,379	\$ 5,451,652	\$ 435,315
DEC	8	2,326	\$ 5,262,122	\$ 541,470
Total	8	2,240	\$ 67,819,656	\$ 4,885,932

2012

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	8	2,340	\$ 5,793,976	\$ 716,842
FEB	8	2,329	\$ 5,878,237	\$ 779,677
MAR	8	2,328	\$ 6,822,433	\$ 1,037,323
APR	8	2,344	\$ 5,804,107	\$ 860,739
MAY	8	2,336	\$ 6,602,855	\$ 1,060,357
JUN	8	2,345	\$ 6,356,035	\$ 1,042,129
JUL	8	2,316	\$ 6,988,101	\$ 26,401
AUG	8	2,397	\$ 6,441,278	\$ 97,639
SEP	8	2,409	\$ 6,324,619	\$ 260,072
OCT	8	2,344	\$ 6,012,591	\$ 420,231
NOV	8	2,367	\$ 5,665,205	\$ 495,838
DEC	8	2,314	\$ 5,861,805	\$ 639,645
Total	8	2,347	\$ 74,551,241	\$ 7,436,892

CRIPPLE CREEK STATISTICAL SUMMARY

2007

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	19	4,776	\$ 10,728,510	\$ 974,140
FEB	18	4,713	\$ 12,099,875	\$ 1,221,446
MAR	18	4,711	\$ 13,731,547	\$ 1,524,871
APR	18	4,712	\$ 12,345,031	\$ 1,522,712
MAY	18	4,711	\$ 13,260,195	\$ 1,684,391
JUN	18	4,636	\$ 13,387,374	\$ 1,888,475
JUL	19	4,676	\$ 15,245,992	\$ 48,167
AUG	18	4,640	\$ 14,417,806	\$ 149,727
SEP	17	4,624	\$ 14,262,884	\$ 453,504
OCT	15	4,289	\$ 12,315,621	\$ 620,657
NOV	15	4,299	\$ 12,450,776	\$ 921,246
DEC	15	4,310	\$ 10,716,456	\$ 966,943
Total	17	4,591	\$ 154,962,066	\$ 11,976,278

2008

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	15	4,365	\$ 9,888,539	\$ 896,342
FEB	15	4,439	\$ 10,603,197	\$ 1,129,790
MAR	15	4,458	\$ 11,443,738	\$ 1,326,763
APR	16	4,511	\$ 10,707,296	\$ 1,315,210
MAY	17	4,534	\$ 12,369,125	\$ 1,671,654
JUN	17	5,169	\$ 12,831,871	\$ 1,633,221
JUL	17	5,173	\$ 13,854,144	\$ 36,967
AUG	17	5,170	\$ 14,212,225	\$ 141,500
SEP	17	5,135	\$ 12,795,049	\$ 254,252
OCT	17	5,055	\$ 11,642,957	\$ 576,623
NOV	16	4,791	\$ 10,927,829	\$ 613,090
DEC	16	4,785	\$ 8,805,994	\$ 626,265
Total	16	4,799	\$ 140,081,962	\$ 10,221,677

2009

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	16	4,736	\$ 10,720,629	\$ 917,839
FEB	16	4,723	\$ 11,042,879	\$ 1,117,235
MAR	16	4,714	\$ 11,638,340	\$ 1,326,641
APR	16	4,683	\$ 9,854,843	\$ 1,252,103
MAY	16	4,666	\$ 12,268,403	\$ 1,640,612
JUN	16	4,671	\$ 11,949,123	\$ 1,724,287
JUL	16	4,676	\$ 15,069,584	\$ 44,220
AUG	16	4,634	\$ 13,944,937	\$ 138,997
SEP	16	4,679	\$ 12,831,771	\$ 330,382
OCT	16	4,664	\$ 11,155,595	\$ 512,235
NOV	16	4,655	\$ 10,352,620	\$ 589,869
DEC	16	4,651	\$ 9,527,580	\$ 631,778
Total	16	4,679	\$ 140,356,304	\$ 10,226,198

2010

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	16	4,622	\$ 10,854,180	\$ 923,215
FEB	16	4,641	\$ 9,992,717	\$ 1,052,219
MAR	15	4,442	\$ 11,144,036	\$ 1,230,235
APR	15	4,438	\$ 10,512,660	\$ 1,340,261
MAY	15	4,442	\$ 11,899,469	\$ 1,611,905
JUN	15	4,433	\$ 11,622,106	\$ 1,645,720
JUL	15	4,414	\$ 13,359,021	\$ 36,869
AUG	15	4,418	\$ 12,869,757	\$ 121,620
SEP	15	4,360	\$ 12,070,140	\$ 265,684
OCT	15	4,313	\$ 11,335,056	\$ 480,381
NOV	13	3,919	\$ 9,498,148	\$ 584,390
DEC	13	3,925	\$ 9,280,422	\$ 681,251
Total	15	4,364	\$ 134,437,711	\$ 9,973,749

2011

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	13	3,869	\$ 9,864,480	\$ 893,841
FEB	13	3,806	\$ 9,938,885	\$ 1,064,704
MAR	13	3,681	\$ 11,467,832	\$ 1,439,166
APR	13	3,753	\$ 10,464,189	\$ 1,395,242
MAY	13	3,797	\$ 11,271,973	\$ 1,586,600
JUN	13	3,803	\$ 11,289,664	\$ 1,673,623
JUL	14	4,004	\$ 13,575,236	\$ 37,960
AUG	14	3,999	\$ 12,394,701	\$ 123,944
SEP	14	3,991	\$ 11,794,175	\$ 283,501
OCT	14	3,950	\$ 10,693,026	\$ 477,650
NOV	14	3,947	\$ 9,821,882	\$ 544,312
DEC	14	3,950	\$ 8,829,544	\$ 586,944
Total	14	3,879	\$ 131,405,587	\$ 10,107,485

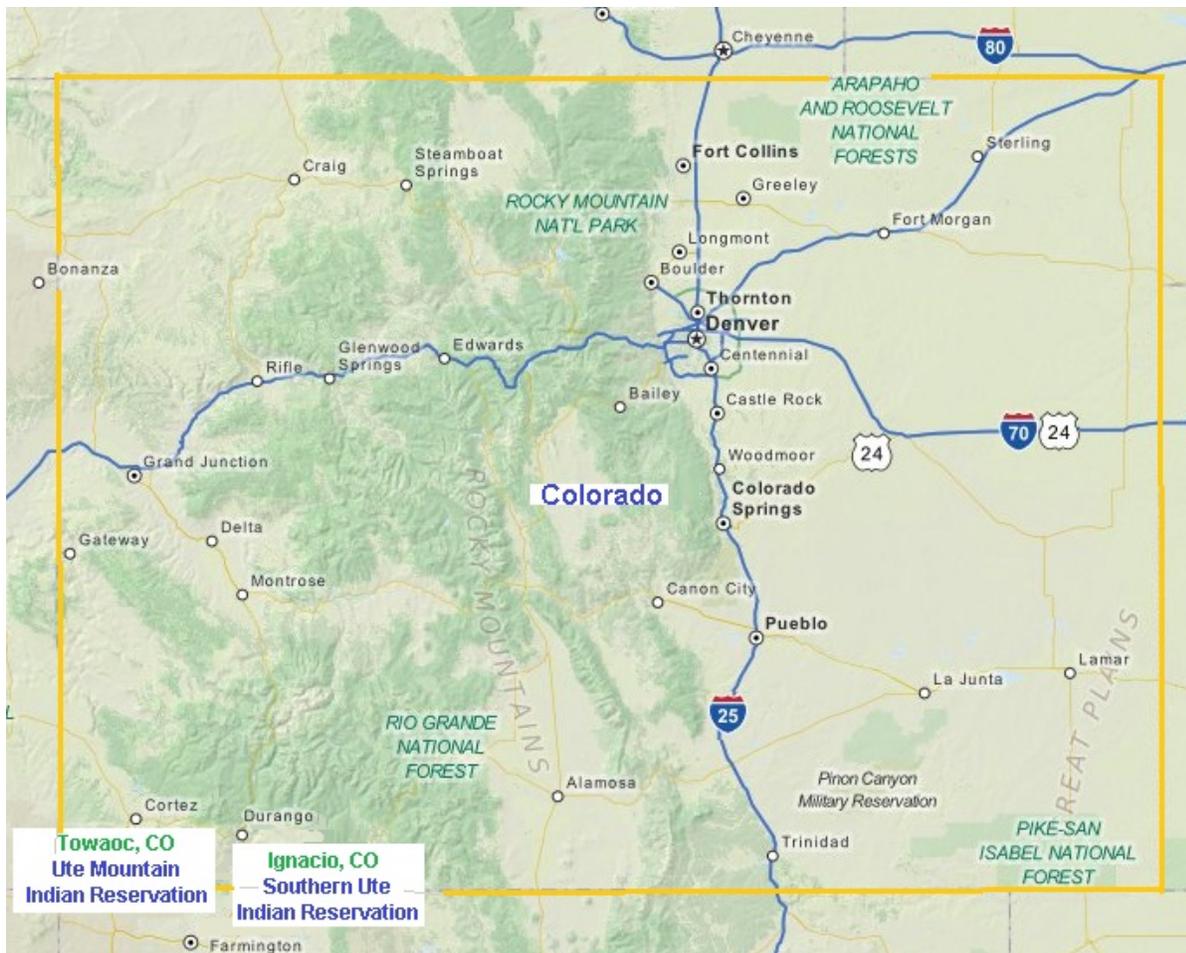
2012

	<u>Casinos</u>	<u>Devices</u>	<u>AGP</u>	<u>Taxes</u>
JAN	14	3,946	\$ 10,170,620	\$ 831,441
FEB	14	3,946	\$ 10,295,321	\$ 1,005,927
MAR	14	3,942	\$ 11,421,140	\$ 1,328,217
APR	14	3,948	\$ 10,546,758	\$ 1,261,520
MAY	15	3,940	\$ 11,685,987	\$ 1,491,140
JUN	15	3,936	\$ 10,133,669	\$ 1,373,325
JUL	14	3,963	\$ 13,218,256	\$ 35,269
AUG	15	4,246	\$ 12,270,099	\$ 129,186
SEP	15	4,301	\$ 12,260,829	\$ 254,252
OCT	15	4,306	\$ 10,799,863	\$ 471,097
NOV	15	4,307	\$ 10,514,486	\$ 637,515
DEC	15	4,290	\$ 9,843,531	\$ 712,692
Total	15	4,089	\$ 133,160,559	\$ 9,531,579

TRIBAL GAMING

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 originally agreed in the early 1990s to conduct limited gaming with the same \$5 bet limit as privately-owned casinos in Colorado at the time. With the passage of Amendment 50, the tribes were able to raise the bet limit to \$100 and offer the games of craps and roulette. The tribes have always been able to offer 24-hour gaming.

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 originally opened the Sky Ute Casino & Lodge in Ignacio, 25 miles southeast of Durango, in September 1993, and moved the facility to its existing location on the north edge of Ignacio in November 2008.



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 casino employees on that date.

	7/1/08	7/1/09	7/1/10	7/1/11	7/1/12
Boulder.....	54	104	97	79	72
Clear Creek.....	209	184	177	160	174
Douglas	49	39	46	38	37
El Paso.....	406	634	673	613	626
Fremont.....	112	124	148	133	122
Grand	2	3	4	4	3
Jefferson	2,161	1,767	1,669	1,640	1,680
Park	139	140	141	151	161
Gilpin	788	988	1,839	1,961	2,047
Teller.....	2,239	2,291	2,502	2,332	2,243
Other.....	2,914	2,151	2,293	2,153	2,237
TOTAL	9,073	8,425	9,589	9,264	9,402
Black Hawk	5,309	4,276	5,080	4,993	5,165
Central City.....	811	888	967	941	1,001
Cripple Creek.....	2,953	3,261	3,542	3,330	3,236

QUESTIONS AND ANSWERS

Colorado Division of Gaming

What is Limited Gaming?

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. At the time, a \$5 maximum wager was allowed on slot machines, poker and blackjack between the hours of 8 a.m. to 2 a.m.

On November 4, 2008, voters approved Amendment 50, which raised the maximum bet limit to \$100, added the games of craps and roulette, and allowed 24-hour gaming effective July 2, 2009.

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

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

The Division offers comprehensive information on the Colorado gaming industry by request or on the Division's website, including:

- Colorado Casinos List,
- Monthly Statistical Information,
- Rules and Regulations,
- Internal Control Minimum Procedures Manual,
- Limited Gaming Act with Constitutional Amendment, and
- The monthly *Gaming Update* newsletter, which includes revenue information on the industry and a summary of recent Division and Commission developments.

Website: www.colorado.gov/revenue/gaming **Email:** dor_gamingweb@state.co.us

Where are Division of Gaming offices located?

Golden (main office)

17301 W. Colfax Ave., Suite 135
Golden 80401
(303) 205-1355

Central City/Black Hawk

142 Lawrence St.
Central City 80427
(303) 582-0529

Cripple Creek

350 W. Carr Ave.
Cripple Creek 80813
(719) 689-3362

Division of Gaming investigators are on-call 24-hours every day and patrol casinos during all hours of operation to handle patron complaints and observe for possible violations of gaming laws, rules and regulations. All Division investigators have the powers of peace officers and are certified as such.

QUESTIONS AND ANSWERS, *continued*

Limited Gaming Control Commission

How can I get information on Gaming Commission meetings?

The Gaming Commission meets monthly. Most meetings are held at the Golden location, but at least one meeting each year is scheduled for the Cripple Creek and Central City offices. Notices of Commission meetings listing the date, time, location and agenda are posted on the Division of Gaming website, and can be obtained by contacting the Division's Golden office.

How can I contact individual members of the Commission?

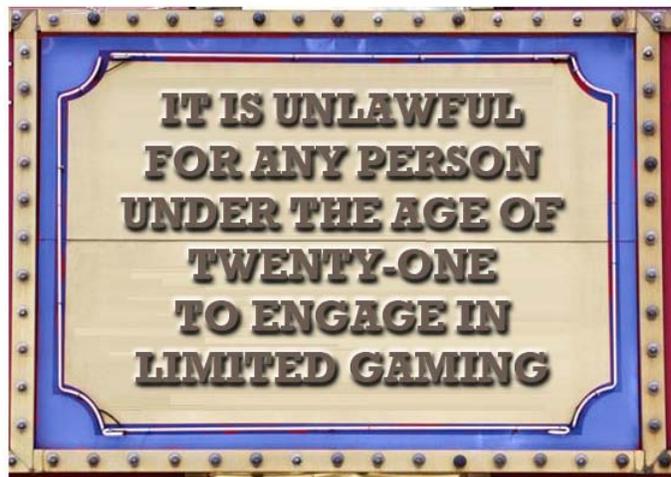
All Commission correspondence and telephone inquiries are handled through the Division of Gaming's Golden office.

The Division does not publish the addresses and phone numbers of individual Commission members. There is also an opportunity to address the Commission at all public meetings.

Age (and Under-Age) Matters

Are children allowed in Colorado gaming establishments?

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.



How old do you have to be to gamble? Can a person who is under 21 hang out with older friends in a casino as long as they don't touch slot machines or chips?

No person under the age of 21 can gamble in Colorado casinos. Underage persons may not watch others gamble, participate, play, place wagers, or collect winnings, whether personally or through an agent, in or from any limited gaming game or slot machines.

How old must you be to get a gaming license or work in a casino?

By law, a person 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.

QUESTIONS AND ANSWERS, *continued*

Gaming Licenses

Which positions in a casino require a gaming license?

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.”

Licenses are also required for any person involved in the handling, counting, collecting, or exchanging of money, property, checks and credit; and for both craps and roulette table personnel. Through rulemaking, the Commission can require other types of licenses.

What type of background check is conducted on applicants for a gaming license?

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 more comprehensive background check than those applying for a Support license. The applicant pays for the costs of the background investigation, and investigation deposits are collected when the application is submitted.

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

Yes. 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.

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

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.

How long is a gaming license in effect?

All licenses are valid for two years. 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 licensees prior to this date; however, licensees are responsible for keeping their licenses current.

Who can suspend or revoke a gaming license?

The Gaming Commission may suspend or revoke a license for violations of the Limited Gaming Act or Article 20 of Title 18, C.R.S., or gaming rules and regulations, or evidence indicating a lack of good moral character, honesty, and integrity; or for any good cause shown, including conviction of a crime. Before a gaming license is suspended or revoked, the licensee is given an opportunity to respond, address the charges against his or her license, and may request a formal hearing.

QUESTIONS AND ANSWERS, *continued*

Jackpots, Winnings, Individual Taxes and Gambling Payment Intercept Act



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

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.

What is the payout percentage for slot machines?

By law, slot machines must pay out between 80 percent and 100 percent, over the life of the machine.

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.

Can the state withhold my casino winnings against any debts I owe?

Through Colorado's Gambling Payment Intercept Act, gambling winnings may be intercepted to fulfill an offender's outstanding criminal court obligations, outstanding child support obligations and other uncollected debt to the state.

Will I have to pay taxes on any winnings?

Casino staff will assist winners of large jackpots with the necessary the United States Internal Revenue Service (I.R.S.) forms, notify the I.R.S. of the jackpot amount and provide a W-2G form to the winner to be filed with the winner's federal income taxes.

For smaller jackpots, it is the responsibility of the taxpayer to include casino winnings on personal tax forms as taxable income.

2012 DIVISION OF GAMING ABSTRACT

The 2012 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, 2012.

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 aggregated 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 44 casino operators filed financial statements with the Division of Gaming. (There were between 39 and 41 casinos open during any one month during 2012.)

The abstract contains information showing the financial performance of casinos based upon their level of revenue activity. The information contained on pages 41-43 shows 2012 *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	As of 12/31/12	As of 12/31/11
Cash.....	91,790,335	80,108,422
Receivables.....	152,735,932	193,376,487
Inventory.....	4,255,735	5,186,859
Prepaid Expenses.....	6,024,381	5,450,767
Other Current Assets.....	5,789,829	2,865,210
TOTAL CURRENT ASSETS.....	260,596,212	286,987,745
PROPERTY, PLANT & EQUIPMENT, net.....	1,031,831,074	1,063,029,382
OTHER ASSETS.....	113,228,510	54,131,213
TOTAL ASSETS.....	1,405,655,796	1,404,148,340

LIABILITIES AND EQUITY

Liabilities

CURRENT LIABILITIES		
Accounts Payable.....	24,629,319	26,320,736
Current Portion of Long-Term Debt.....	44,429,682	8,436,515
Accrued Payroll & Payroll Taxes.....	14,818,988	15,173,239
Due to Affiliate.....	266,555,998	112,252,404
Other Current Liabilities.....	56,480,767	47,697,070
TOTAL CURRENT LIABILITIES.....	406,914,754	209,879,964
LONG-TERM DEBT, LESS CURRENT PORTION.....	613,954,694	887,521,775
OTHER LIABILITIES.....	21,636,452	22,576,278
TOTAL LIABILITIES.....	1,042,505,900	1,119,978,017

Equity

EQUITY		
Owners' Capital Accounts (Other Than Corporations).....	(15,062,335)	18,540,909
Capital Stock & Other Capital (For Corporations).....	275,754,143	117,621,147
Retained Earnings.....	102,458,088	148,008,267
TOTAL EQUITY.....	363,149,896	284,170,323
TOTAL LIABILITIES AND EQUITY.....	1,405,655,796	1,404,148,340

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

INCOME STATEMENT / STATE

INCOME STATEMENT: SCHEDULE B

REVENUE	2012	2011
Casino Gaming Revenue	763,164,400	745,159,773
Food & Beverage Revenue	90,357,018	85,679,147
Other Operating & Non-Operating Revenue	49,127,889	47,222,675
GROSS REVENUE	902,649,307	878,061,595
Less Promotional Allowances	98,564,590	103,060,438
NET REVENUE.....	804,084,717	775,001,157
OPERATING COSTS AND EXPENSES		
Casino	335,139,937	316,587,272
Food & Beverage	89,190,179	86,025,582
Other Operating & Non-Operating Expenses	19,841,835	19,971,815
General & Administrative.....	208,264,564	204,679,711
Preopening Expenses	482,566	1,644,601
TOTAL OPERATING COSTS AND EXPENSES	652,919,081	628,908,981
EBITDA*	151,165,636	146,092,176
Less Depreciation & Amortization	62,843,121	64,516,975
Earnings Before Interest & Taxes (EBIT)	88,322,515	81,575,201
OTHER INCOME (EXPENSE)		
Interest Income	1,172,852	5,733,419
Interest Expense	(60,102,874)	(79,584,472)
Other	6,310,786	(229,338)
TOTAL OTHER INCOME (EXPENSE).....	(52,619,236)	(74,080,391)
NET INCOME (LOSS)**	35,703,279	7,494,810

*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 B1

REVENUE	2012	2011
Blackjack Revenue.....	37,727,955	34,692,900
Poker Revenue.....	20,240,555	20,705,530
Craps Revenue.....	14,450,185	14,381,430
Roulette Revenue.....	7,035,603	6,824,716
Coin Operated Devices.....	683,710,102	668,555,197
TOTAL GAMING REVENUE.....	763,164,400	745,159,773
DEPARTMENT EXPENSES		
Give Away Items.....	108,911,018	82,849,318
State Gaming Taxes, Licenses & Application Fees.....	104,703,691	101,125,769
Local Device Fees.....	15,021,153	14,776,126
Payroll, Payroll Taxes, Employee Benefits.....	79,229,041	77,461,002
Other Departmental Expenses.....	27,275,034	40,375,057
TOTAL DEPARTMENT EXPENSES.....	335,139,937	316,587,272
GAMING DEPARTMENTAL INCOME (LOSS).....	428,024,463	428,572,501

FOOD & BEVERAGE: SCHEDULE B2

REVENUE	2012	2011
Food & Beverage Sales.....	25,833,978	24,438,922
Complimentary Food & Beverage Sales.....	64,523,040	61,240,225
TOTAL FOOD & BEVERAGE REVENUE.....	90,357,018	85,679,147
DEPARTMENT EXPENSES		
Cost of Food & Beverage Sales.....	43,556,842	41,149,121
Payroll, Payroll Taxes, Employee Benefits.....	39,078,023	38,680,427
Other Departmental Expenses.....	6,555,314	6,196,034
TOTAL DEPARTMENT EXPENSES.....	89,190,179	86,025,582
FOOD & BEVERAGE DEPARTMENTAL INCOME (LOSS).....	1,166,839	(346,435)

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 B3

	2012	2011
OTHER OPERATING & NON-OPERATING INCOME (LOSS).....	8,603,117	7,114,150

GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE B5

DEPARTMENT EXPENSES	2012	2011
Advertising	18,291,997	16,575,449
Bad Debt Expense	377,908	711,729
Busing Expense	4,295,014	4,360,783
Insurance	7,518,624	7,290,244
Local Taxes/Fees*.....	11,124,778	10,878,425
Management Fees	22,156,541	21,307,883
Parking Expense	1,716,113	1,751,702
Payroll, Payroll Taxes, Employee Benefits.....	68,792,523	71,438,814
Professional Fees (Legal & Accounting)	2,629,712	2,650,754
Related Party Expense.....	3,238,929	5,633,259
Rent on Premises.....	11,986,148	5,452,842
Utilities & Phone	19,743,178	20,810,858
Other General & Administrative Expenses	36,393,099	35,816,969
TOTAL GENERAL & ADMINISTRATIVE EXPENSES	208,264,564	204,679,711

*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	As of 12/31/12	As of 12/31/11
Cash.....	60,964,783	51,411,490
Receivables.....	118,628,193	159,823,118
Inventory.....	2,796,741	3,004,599
Prepaid Expenses.....	4,034,167	3,742,746
Other Current Assets.....	1,929,423	286,610
TOTAL CURRENT ASSETS.....	188,353,307	218,268,563
PROPERTY, PLANT & EQUIPMENT, net.....	798,608,899	825,606,644
OTHER ASSETS.....	100,169,401	47,491,171
TOTAL ASSETS.....	1,087,131,607	1,091,366,378

LIABILITIES AND EQUITY

Liabilities

CURRENT LIABILITIES		
Accounts Payable.....	17,897,775	20,306,889
Current Portion of Long-Term Debt.....	19,006,710	1,170,336
Accrued Payroll & Payroll Taxes.....	11,453,431	11,909,394
Due to Affiliate.....	239,778,657	86,668,093
Other Current Liabilities.....	39,598,946	34,018,542
TOTAL CURRENT LIABILITIES.....	327,735,519	154,073,254
LONG-TERM DEBT, LESS CURRENT PORTION.....	431,662,287	694,924,181
OTHER LIABILITIES.....	8,647,888	8,615,280
TOTAL LIABILITIES.....	768,045,694	857,612,715

Equity

EQUITY		
Owners' Capital Accounts (Other Than Corporations).....	(58,997,754)	(20,287,972)
Capital Stock & Other Capital (For Corporations).....	262,617,323	104,483,328
Retained Earnings.....	115,466,344	149,558,307
TOTAL EQUITY.....	319,085,913	233,753,663
TOTAL LIABILITIES AND EQUITY.....	1,087,131,607	1,091,366,378

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

INCOME STATEMENT / BLACK HAWK

INCOME STATEMENT: SCHEDULE B

	2012	2011
REVENUE		
Casino Gaming Revenue	558,062,457	547,589,811
Food & Beverage Revenue	68,210,631	64,594,461
Other Operating & Non-Operating Revenue,	34,666,442	33,667,753
GROSS REVENUE	660,939,530	645,852,025
Less Promotional Allowances	78,756,826	75,723,711
NET REVENUE	582,182,704	570,128,314
OPERATING COSTS AND EXPENSES		
Casino	232,235,482	227,006,402
Food & Beverage	63,332,990	61,644,930
Other Operating & Non-Operating Expenses	13,401,392	12,465,604
General & Administrative	146,467,434	145,780,646
Preopening Expenses	0	59
TOTAL OPERATING COSTS AND EXPENSES	455,437,298	446,897,641
EBITDA*	126,745,406	123,230,673
Less Depreciation & Amortization	45,014,287	47,523,283
Earnings Before Interest & Taxes (EBIT)	81,731,119	75,707,390
OTHER INCOME (EXPENSE)		
Interest Income	882,884	5,509,142
Interest Expense	(44,508,004)	(60,304,294)
Other	6,475,082	(23,903)
TOTAL OTHER INCOME (EXPENSE)	(37,150,038)	(54,819,055)
NET INCOME (LOSS)**	44,581,081	20,888,335

*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 B1

REVENUE	2012	2011
Blackjack Revenue.....	30,309,000	28,154,296
Poker Revenue.....	17,193,028	17,130,669
Craps Revenue.....	11,377,818	11,209,113
Roulette Revenue.....	6,042,041	5,616,405
Coin Operated Devices.....	493,140,570	485,479,328
TOTAL GAMING REVENUE.....	558,062,457	547,589,811
DEPARTMENT EXPENSES		
Give Away Items.....	69,670,010	53,119,433
State Gaming Taxes, Licenses & Application Fees.....	88,056,528	86,392,762
Local Device Fees.....	7,498,422	7,744,990
Payroll, Payroll Taxes, Employee Benefits.....	51,297,691	49,679,576
Other Departmental Expenses.....	15,712,831	30,069,641
TOTAL DEPARTMENT EXPENSES.....	232,235,482	227,006,402
GAMING DEPARTMENTAL INCOME (LOSS).....	325,826,975	320,583,409

FOOD & BEVERAGE: SCHEDULE B2

REVENUE	2012	2011
Food & Beverage Sales.....	19,011,901	18,219,187
Complimentary Food & Beverage Sales.....	49,198,730	46,375,274
TOTAL FOOD & BEVERAGE REVENUE.....	68,210,631	64,594,461
DEPARTMENT EXPENSES		
Cost of Food & Beverage Sales.....	32,096,532	30,602,601
Payroll, Payroll Taxes, Employee Benefits.....	27,102,774	27,025,382
Other Departmental Expenses.....	4,133,684	4,016,947
TOTAL DEPARTMENT EXPENSES.....	63,332,990	61,644,930
FOOD & BEVERAGE DEPARTMENTAL INCOME (LOSS).....	4,877,641	2,949,531

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 B3

	2012	2011
OTHER OPERATING & NON-OPERATING INCOME (LOSS).....	5,788,162	5,707,092

GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE B5

DEPARTMENT EXPENSES	2012	2011
Advertising	12,912,948	11,749,354
Bad Debt Expense	196,466	323,966
Busing Expense	2,350,669	2,714,599
Insurance	5,624,291	5,504,381
Local Taxes/Fees*	7,351,598	6,946,199
Management Fees	19,883,174	19,100,544
Parking Expense	459,608	517,899
Payroll, Payroll Taxes, Employee Benefits	46,094,478	48,873,817
Professional Fees (Legal & Accounting)	1,723,389	1,723,773
Related Party Expense.....	1,619,000	2,988,100
Rent on Premises	10,348,212	3,947,437
Utilities & Phone	14,018,237	15,223,374
Other General & Administrative Expenses	23,885,364	26,167,203
TOTAL GENERAL & ADMINISTRATIVE EXPENSES	146,467,434	145,780,646

*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

	As of 12/31/12	As of 12/31/11
CURRENT ASSETS		
Cash.....	7,958,009	8,515,734
Receivables.....	8,925,447	8,846,511
Inventory	571,924	553,065
Prepaid Expenses	578,754	624,804
Other Current Assets.....	1,490,214	100,725
TOTAL CURRENT ASSETS	19,524,348	18,640,839
PROPERTY, PLANT & EQUIPMENT, net	58,553,370	58,756,719
OTHER ASSETS	75,418	1,162,575
TOTAL ASSETS	78,153,136	78,560,133

LIABILITIES AND EQUITY

Liabilities

CURRENT LIABILITIES		
Accounts Payable	1,814,955	2,071,151
Current Portion of Long-Term Debt.....	2,373,568	2,217,858
Accrued Payroll & Payroll Taxes	874,504	759,739
Due to Affiliate.....	2,481,229	1,245,939
Other Current Liabilities.....	5,375,954	4,452,611
TOTAL CURRENT LIABILITIES	12,920,210	10,747,298
LONG-TERM DEBT, LESS CURRENT PORTION	43,848,569	43,032,703
OTHER LIABILITIES	11,901,561	13,953,498
TOTAL LIABILITIES.....	68,670,340	67,733,499

Equity

EQUITY		
Owners' Capital Accounts (Other Than Corporations)	27,290,343	26,003,342
Capital Stock & Other Capital (For Corporations)	2,020,977	2,020,977
Retained Earnings.....	(19,828,524)	(17,197,685)
TOTAL EQUITY	9,482,796	10,826,634
TOTAL LIABILITIES AND EQUITY.....	78,153,136	78,560,133

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

INCOME STATEMENT / CENTRAL CITY

INCOME STATEMENT: SCHEDULE B

	2012	2011
REVENUE		
Casino Gaming Revenue	74,446,762	65,828,321
Food & Beverage Revenue,	7,298,160	6,166,411
Other Operating & Non-Operating Revenue,	5,831,046	5,253,666
GROSS REVENUE	87,575,968	77,248,398
Less Promotional Allowances	6,391,614	7,738,174
NET REVENUE	81,184,354	69,510,224
OPERATING COSTS AND EXPENSES		
Casino	40,573,710	29,809,554
Food & Beverage	9,125,241	8,253,139
Other Operating & Non-Operating Expenses	3,136,845	4,279,080
General & Administrative	22,554,066	22,690,011
Preopening Expenses	0	1,241,591
TOTAL OPERATING COSTS AND EXPENSES	75,389,862	66,273,375
EBITDA*	5,794,492	3,236,849
Less Depreciation & Amortization	4,616,309	3,761,698
Earnings Before Interest & Taxes (EBIT)	1,178,183	(524,849)
OTHER INCOME (EXPENSE)		
Interest Income	197,880	80,004
Interest Expense	(934,006)	(3,557,170)
Other	(290,098)	(94,912)
TOTAL OTHER INCOME (EXPENSE)	(1,026,224)	(3,572,078)
NET INCOME (LOSS)**	151,959	(4,096,927)

*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 B1

REVENUE	2012	2011
Blackjack Revenue.....	2,357,676	2,078,345
Poker Revenue.....	705,419	813,119
Craps Revenue.....	1,349,176	1,314,951
Roulette Revenue.....	283,955	307,389
Coin Operated Devices.....	69,750,536	61,314,517
TOTAL GAMING REVENUE.....	74,446,762	65,828,321
DEPARTMENT EXPENSES		
Give Away Items.....	14,994,521	9,808,106
State Gaming Taxes, Licenses & Application Fees.....	7,583,129	4,523,337
Local Device Fees.....	3,067,982	2,742,136
Payroll, Payroll Taxes, Employee Benefits.....	10,227,323	9,634,530
Other Departmental Expenses.....	4,700,755	3,101,445
TOTAL DEPARTMENT EXPENSES.....	40,573,710	29,809,554
GAMING DEPARTMENTAL INCOME (LOSS).....	33,873,052	36,018,767

FOOD & BEVERAGE: SCHEDULE B2

REVENUE	2012	2011
Food & Beverage Sales.....	2,187,818	1,894,959
Complimentary Food & Beverage Sales.....	5,110,342	4,271,452
TOTAL FOOD & BEVERAGE REVENUE.....	7,298,160	6,166,411
DEPARTMENT EXPENSES		
Cost of Food & Beverage Sales.....	3,972,525	3,470,487
Payroll, Payroll Taxes, Employee Benefits.....	3,941,357	3,739,117
Other Departmental Expenses.....	1,211,359	1,043,535
TOTAL DEPARTMENT EXPENSES.....	9,125,241	8,253,139
FOOD & BEVERAGE DEPARTMENTAL INCOME (LOSS).....	(1,827,081)	(2,086,728)

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 B3

	2012	2011
OTHER OPERATING & NON-OPERATING INCOME (LOSS).....	774,376	(604,593)

GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE B5

DEPARTMENT EXPENSES	2012	2011
Advertising	2,211,024	1,290,218
Bad Debt Expense	75,010	156,985
Busing Expense	1,214,809	860,523
Insurance	587,698	536,367
Local Taxes/Fees*	1,884,610	2,075,848
Management Fees	1,497,478	1,356,587
Parking Expense	132,348	132,201
Payroll, Payroll Taxes, Employee Benefits	8,091,188	7,981,963
Professional Fees (Legal & Accounting)	343,897	374,685
Related Party Expense.....	462,585	1,331,624
Rent on Premises.....	741,048	628,753
Utilities & Phone	1,920,512	1,935,108
Other General & Administrative Expenses	3,391,859	4,029,149
TOTAL GENERAL & ADMINISTRATIVE EXPENSES	22,554,066	22,690,011

*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	As of 12/31/12	As of 12/31/11
Cash.....	22,867,543	20,181,198
Receivables.....	25,182,292	24,706,858
Inventory	887,070	1,629,195
Prepaid Expenses.....	1,411,460	1,083,217
Other Current Assets.....	2,370,192	2,477,875
TOTAL CURRENT ASSETS	52,718,557	50,078,343
PROPERTY, PLANT & EQUIPMENT, net	174,668,805	178,666,019
OTHER ASSETS	12,983,691	5,477,467
TOTAL ASSETS	240,371,053	234,221,829

LIABILITIES AND EQUITY

Liabilities

CURRENT LIABILITIES		
Accounts Payable	4,916,589	3,942,696
Current Portion of Long-Term Debt.....	23,049,404	5,048,321
Accrued Payroll & Payroll Taxes	2,491,053	2,504,106
Due to Affiliate.....	24,296,112	24,338,372
Other Current Liabilities.....	11,505,867	9,225,917
TOTAL CURRENT LIABILITIES	66,259,025	45,059,412
LONG-TERM DEBT, LESS CURRENT PORTION	138,443,838	149,564,891
OTHER LIABILITIES	1,087,003	7,500
TOTAL LIABILITIES	205,789,866	194,631,803

Equity

EQUITY		
Owners' Capital Accounts (Other Than Corporations)	16,645,076	12,825,539
Capital Stock & Other Capital (For Corporations)	11,115,843	11,116,842
Retained Earnings.....	6,820,268	15,647,645
TOTAL EQUITY	34,581,187	39,590,026
TOTAL LIABILITIES AND EQUITY.....	240,371,053	234,221,829

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

INCOME STATEMENT / CRIPPLE CREEK

INCOME STATEMENT: SCHEDULE B

	2012	2011
REVENUE		
Casino Gaming Revenue	130,655,181	131,741,641
Food & Beverage Revenue	14,848,227	14,918,275
Other Operating & Non-Operating Revenue,	8,630,401	8,301,256
GROSS REVENUE	154,133,809	154,961,172
Less Promotional Allowances	13,416,150	19,598,553
NET REVENUE.....	140,717,659	135,362,619
OPERATING COSTS AND EXPENSES		
Casino	62,330,745	59,771,316
Food & Beverage	16,731,948	16,127,513
Other Operating & Non-Operating Expenses	3,303,598	3,227,131
General & Administrative.....	39,243,064	36,209,054
Preopening Expenses	482,566	402,951
TOTAL OPERATING COSTS AND EXPENSES	122,091,921	115,737,965
EBITDA*	18,625,738	19,624,654
Less Depreciation & Amortization	13,212,525	13,231,994
Earnings Before Interest & Taxes (EBIT)	5,413,213	6,392,660
OTHER INCOME (EXPENSE)		
Interest Income	92,088	144,273
Interest Expense	(14,660,864)	(15,723,008)
Other	125,802	(110,523)
TOTAL OTHER INCOME (EXPENSE).....	(14,442,974)	(15,689,258)
NET INCOME (LOSS)**	(9,029,761)	(9,296,598)

*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 B1

	2012	2011
REVENUE		
Blackjack Revenue.....	5,061,279	4,460,259
Poker Revenue	2,342,108	2,761,742
Craps Revenue	1,723,191	1,857,366
Roulette Revenue.....	709,607	900,922
Coin Operated Devices	120,818,996	121,761,352
TOTAL GAMING REVENUE.....	130,655,181	131,741,641
DEPARTMENT EXPENSES		
Give Away Items	24,246,487	19,921,779
State Gaming Taxes, Licenses & Application Fees.....	9,064,034	10,209,670
Local Device Fees.....	4,454,749	4,289,000
Payroll, Payroll Taxes, Employee Benefits.....	17,704,027	18,146,896
Other Departmental Expenses	6,861,448	7,203,971
TOTAL DEPARTMENT EXPENSES	62,330,745	59,771,316
GAMING DEPARTMENTAL INCOME (LOSS)	68,324,436	71,970,325

FOOD & BEVERAGE: SCHEDULE B2

	2012	2011
REVENUE		
Food & Beverage Sales	4,634,259	4,324,776
Complimentary Food & Beverage Sales	10,213,968	10,593,499
TOTAL FOOD & BEVERAGE REVENUE.....	14,848,227	14,918,275
DEPARTMENT EXPENSES		
Cost of Food & Beverage Sales	7,487,785	7,076,033
Payroll, Payroll Taxes, Employee Benefits.....	8,033,892	7,915,928
Other Departmental Expenses	1,210,271	1,135,552
TOTAL DEPARTMENT EXPENSES.....	16,731,948	16,127,513
FOOD & BEVERAGE DEPARTMENTAL INCOME (LOSS).....	(1,883,721)	(1,209,238)

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 B3

	2012	2011
OTHER OPERATING & NON-OPERATING INCOME (LOSS).....	2,040,579	2,011,651

GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE B5

DEPARTMENT EXPENSES	2012	2011
Advertising	3,168,025	3,535,877
Bad Debt Expense	106,432	230,778
Busing Expense	729,536	785,661
Insurance	1,306,635	1,249,496
Local Taxes/Fees*	1,888,570	1,856,378
Management Fees	775,889	850,752
Parking Expense	1,124,157	1,101,602
Payroll, Payroll Taxes, Employee Benefits	14,606,857	14,583,034
Professional Fees (Legal & Accounting)	562,426	552,296
Related Party Expense.....	1,157,344	1,313,535
Rent on Premises.....	896,888	876,652
Utilities & Phone.....	3,804,429	3,652,376
Other General & Administrative Expenses	9,115,876	5,620,617
TOTAL GENERAL & ADMINISTRATIVE EXPENSES	39,243,064	36,209,054

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

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

2012 BALANCE SHEET BY AGP LEVELS

BALANCE SHEET: SCHEDULE A (Average per AGP Range)

	Tier 1	Tier 2	Tier 3	Tier 4	Tier 5	Tier 6
AGP RANGE	0 - 2M	2 - 5M	5 - 8M	8 - 10M	10 - 13M	13M+
Number of Casinos in Range	7	11	6	2	2	16
ASSETS						
CURRENT ASSETS						
Cash	246,678	992,134	841,409	2,063,351	1,587,239	4,175,031
Receivables	688,512	1,986,848	67,479	4,388,987	1,077,434	7,170,206
Inventory	10,838	29,105	16,164	65,837	40,352	221,897
Prepaid Expenses	13,337	83,027	50,629	158,431	82,852	264,462
Other Current Assets	19,836	97,581	299,628	0	0	173,738
TOTAL CURRENT ASSETS	979,202	3,188,695	1,275,309	6,676,606	2,787,876	12,005,334
PROPERTY, PLANT & EQUIPMENT	1,145,168	4,907,633	6,209,656	11,127,778	8,946,381	55,776,543
OTHER ASSETS	3,241	2,652,827	888,083	3,279,997	(2,442,856)	4,813,872
TOTAL ASSETS	2,127,611	10,749,155	8,373,047	21,084,380	9,291,402	72,595,748
LIABILITIES AND EQUITY						
Liabilities						
CURRENT LIABILITIES						
Accounts Payable	61,955	179,851	398,974	179,384	91,043	1,205,161
Current Portion of Long-Term Debt	115,333	485,401	163,279	13,402	6,900,366	1,467,233
Accrued Payroll/Payroll Taxes	22,959	86,137	153,922	0	173,322	777,537
Due to Affiliate	1,051,020	6,851,869	3,488,793	7,779,184	1,408,195	9,032,549
Other Current Liabilities	196,504	263,519	224,346	461,845	282,959	3,085,678
TOTAL CURRENT LIABILITIES	1,447,771	7,866,777	4,429,314	8,433,815	8,855,885	15,568,158
LONG-TERM DEBT*	310,515	760,559	1,700,792	0	59,621	37,068,184
OTHER LIABILITIES	132,714	0	0	45,584	0	1,288,518
TOTAL LIABILITIES	1,891,001	8,627,335	6,130,106	8,479,399	8,915,506	53,924,860
Equity						
EQUITY						
Owners' Capital Accounts**	381,887	369,866	382,851	0	5,288,699	(2,167,411)
Capital Stock & Other Capital***	287,268	152,403	(113,671)	2,624,886	5,000	16,718,068
Retained Earnings	(432,545)	1,599,550	1,973,761	9,980,096	(4,917,803)	4,120,231
TOTAL EQUITY	236,610	2,121,820	2,242,941	12,604,982	375,896	18,670,888
TOTAL LIABILITIES & EQUITY	2,127,611	10,749,155	8,373,047	21,084,380	9,291,402	72,595,748

*Less Current Portion

**Other Than Corporations

***For Corporations

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

2012 INCOME STATEMENT BY AGP LEVELS

INCOME STATEMENT: SCHEDULE B (Average per AGP Range)

	Tier 1	Tier 2	Tier 3	Tier 4	Tier 5	Tier 6
AGP RANGE	0 - 2M	2 - 5M	5 - 8M	8 - 10M	10 - 13M	13M+
Number of Casinos in Range	7	11	6	2	2	16
REVENUE						
Casino Gaming Revenue	1,199,224	3,293,983	6,064,683	9,115,185	11,044,153	40,114,328
Food & Beverage Revenue	90,674	329,961	539,398	863,028	547,611	5,002,191
Other Revenue	21,046	207,777	153,763	499,105	435,811	2,743,914
GROSS REVENUE	1,310,943	3,831,721	6,757,843	10,477,318	12,027,575	47,860,433
Less Promotional Allowances	34,505	184,646	419,568	747,004	302,836	5,729,679
NET REVENUE	1,276,438	3,647,075	6,338,276	9,730,314	11,724,739	42,130,754
OPERATING COSTS/EXPENSES						
Casino	913,121	1,758,874	2,787,113	5,374,365	4,659,954	17,038,073
Food & Beverage	190,977	474,738	553,088	956,266	1,293,046	4,675,880
Other Operating & Non-Operating	16,570	157,584	88,923	147,232	31,300	1,068,864
General & Administrative	418,675	1,066,167	2,068,184	2,139,913	2,736,014	10,715,315
Preopening Expenses	64,318	448	0	0	0	1,714
TOTAL OPERATING COSTS/EXP	1,603,661	3,457,810	5,497,309	8,617,775	8,720,314	33,499,845
EBITDA*	(327,223)	189,265	840,967	1,112,539	3,004,425	8,630,909
Less Depreciation & Amortization	97,633	339,296	454,693	1,302,643	536,207	3,251,348
EBIT**	(424,856)	(150,031)	386,274	(190,105)	2,468,219	5,379,561
OTHER INCOME (EXPENSE)						
Interest Income	27,583	2,974	2,332	10,276	2,058	56,775
Interest Expense	(16,043)	(64,084)	(158,672)	(346,865)	(706,248)	(3,514,212)
Other	0	588,634	10,475	20,182	4,943	(17,331)
TOTAL OTHER INCOME (EXP.)	11,540	527,524	(145,865)	(316,408)	(699,248)	(3,474,768)
NET INCOME (LOSS)***	(413,315)	377,493	240,409	(506,512)	1,768,971	1,904,793

*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.

2012 DEPARTMENTAL INCOME BY AGP LEVELS

GAMING: SCHEDULE B1 (Average per AGP Range)

AGP RANGE	Tier 1	Tier 2	Tier 3	Tier 4	Tier 5	Tier 6
	0 - 2M	2 - 5M	5 - 8M	8 - 10M	10 - 13M	13M+
Number of Casinos in Range	7	11	6	2	2	16
REVENUE						
Blackjack Revenue	37,163	127,454	154,435	808,411	126,839	2,079,295
Poker Revenue	4,843	96,478	55,966	86,676	0	1,164,765
Craps Revenue	0	22,635	91,773	351,383	72,179	800,215
Roulette Revenue	0	20,694	34,593	104,567	15,497	397,518
Coin Operated Devices	1,157,217	3,026,721	5,727,917	7,764,148	10,829,640	35,672,536
TOTAL GAMING REVENUE	1,199,224	3,293,983	6,064,683	9,115,185	11,044,153	40,114,328
DEPARTMENT EXPENSES						
Give Away Items	369,453	668,437	947,370	2,285,736	1,828,768	5,316,176
State Gaming Fees*	4,788	33,730	151,529	438,235	665,469	6,323,910
Local Device Fees	123,646	152,556	223,000	302,025	223,641	630,512
Payroll/Taxes/Benefits	265,288	694,392	1,062,647	2,004,589	1,601,467	3,509,108
Other Dept. Expenses	149,947	209,759	402,569	343,780	340,609	1,258,367
TOTAL DEPT. EXPENSES	913,121	1,758,874	2,787,113	5,374,365	4,659,954	17,038,073
GAMING DEPT. INCOME (LOSS)	286,102	1,535,109	3,277,570	3,740,821	6,384,199	23,076,256

FOOD & BEVERAGE: SCHEDULE B2 (Average per AGP Range)

REVENUE						
Food & Beverage Sales	48,911	122,818	142,817	329,253	160,005	1,394,074
Complimentary F&B Sales	41,763	207,143	396,581	533,775	387,606	3,608,118
TOTAL F&B REVENUE	90,674	329,961	539,398	863,028	547,611	5,002,191
DEPARTMENT EXPENSES						
Cost of Food & Beverage Sales	91,828	216,995	223,954	433,980	793,621	2,295,511
Payroll/Taxes/Benefits	81,334	188,182	282,209	444,673	450,083	2,059,745
Other Dept. Expenses	17,815	69,561	46,925	77,613	49,343	320,624
TOTAL DEPT. EXPENSES	190,977	474,738	553,088	956,266	1,293,046	4,675,880
F&B DEPT. INCOME (LOSS)	(100,303)	(144,776)	(13,691)	(93,238)	(745,435)	326,312

OTHER OPERATING & NON-OPERATING INCOME (LOSS): SCHEDULE B3

OTHER INCOME (LOSS)	(4,318)	48,725	54,269	140,665	404,511	417,588
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GENERAL & ADMINISTRATIVE EXPENSES: SCHEDULE B5

Advertising	16,282	24,404	124,556	142,723	263,546	1,021,856
Bad Debt Expense	144	3,263	12,063	0	15,474	14,855
Busing Expense	17,909	15,718	13,343	183,023	0	221,916
Insurance	18,128	38,737	50,404	77,893	137,958	389,469
Local Taxes/Fees**	21,786	37,463	105,185	144,376	102,979	589,648
Management Fees	0	40,956	132,662	0	0	1,306,878
Parking Expense	9,794	18,228	11,745	393,401	98,292	24,575
Payroll/Taxes/Benefit	140,131	331,848	771,526	316,318	939,986	3,563,719
Prof. Fees (Legal & Accounting)	10,391	21,766	40,909	32,986	57,584	118,185
Related Party Expense	0	11,415	106,934	100,000	0	141,985
Rent on Premises	69,801	96,724	100,000	0	218,439	587,294
Utilities & Phone	50,910	91,276	179,746	223,822	278,369	1,018,745
Other G&A Expenses	63,399	334,371	419,110	525,374	623,391	1,716,190
TOTAL G&A EXPENSES	418,675	1,066,167	2,068,184	2,139,913	2,736,014	10,715,315

*Includes Gaming Taxes, Licenses, and Application 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 AND RATIOS

AVERAGE NUMBER OF EMPLOYEES

	2012	2011
Gaming Department	2,442	2,371
F&B Department	1,494	1,428
G&A Department	1,550	1,418
Other Departments	205	196
TOTAL.....	5,691	5,413

REVENUE PER SQUARE FOOT OF AVAILABLE SPACE

DEPARTMENT	Total Square Feet		Total Gross Revenue		Average Revenue Per Square Foot	
	2012	2011	2012	2011	2012	2011
Blackjack	20,904	18,286	\$37,727,955	\$34,692,900	\$1,805	\$1,897
Poker	23,057	21,071	\$20,240,555	\$20,705,530	\$878	\$983
Craps	4,049	4,076	\$14,450,185	\$14,381,430	\$3,569	\$3,528
Roulette	3,404	3,242	\$7,035,603	\$6,824,716	\$2,067	\$2,105
Slot Machines	350,331	326,848	\$683,710,102	\$668,555,197	\$1,952	\$2,045
Food & Beverage	219,838	202,181	\$90,357,018	\$85,679,147	\$411	\$424
Other	1,771,360	1,719,655	\$49,127,889	\$47,222,675	\$28	\$27
TOTAL	2,392,943	2,295,359	\$902,649,307	\$878,061,595	\$377	\$383

CASINO HOTEL ROOM OCCUPANCY

	Available Room Nights		Occupancy Rate	
	2012	2011	2012	2011
January	45,039	42,792	78%	75%
February	41,618	41,207	86%	81%
March	45,213	45,613	87%	84%
April	43,685	44,132	81%	81%
May	44,972	45,581	84%	81%
June	43,625	44,047	91%	86%
July	45,124	45,551	93%	94%
August	45,824	45,590	90%	90%
September	44,179	43,995	88%	89%
October	45,596	45,234	82%	84%
November	44,142	43,937	81%	76%
December	44,849	44,703	81%	77%
TOTAL.....	533,866	532,382	85%	83%

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

FINANCIAL RATIOS

	2012	2011
Total current assets to total current liabilities	64.0%	136.7%
Total current liabilities to total liabilities	39.0%	18.7%
Total current liabilities to total equity	112.1%	73.9%
Total liabilities to total equity	287.1%	394.1%
Total gross revenue to average* total assets	64.2%	60.6%
Total liabilities to total assets	74.2%	79.8%
Total promotional allowances to gaming revenue	12.9%	13.8%
Percent of operations reporting a net income		
Statewide.....	56.8%	47.5%
Black Hawk.....	61.9%	44.4%
Central City.....	50.0%	50.0%
Cripple Creek	53.3%	50.0%
EBITDA** to average* assets.....	10.8%	10.1%
Earnings before interest & taxes (EBIT) to average* invested capital***	6.8%	6.6%
Net Income to net revenue.....	4.4%	1.0%
Net Income to average* equity.....	11.0%	2.5%

* Average of current and previous year

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

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

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