Colorado Division of Gaming GAMING UPDAT November 2006

Volume XV, Issue 11

Commission Approves Rulemaking Petition

The Colorado Limited Gaming Control Commission on October 19 accepted a petition to commence rulemaking filed by Penn Bullwhackers, Inc. The petition asserts existing gaming regulations should be amended so as to "not qualify (a ticket redemption kiosk) as a component of a slot machine if it is physically attached to and operates as part of a piece of gaming equipment, other than a slot machine." The intent of the proposed rule change suggested in the petition is to allow an automated teller machine to be placed in the same housing as a ticket redemption kiosk, because a kiosk would no longer be considered a component part of a slot machine.

The Division of Gaming, which did not oppose the petition, is working on alternative proposed rule language and will commence the rulemaking process when that language is complete. Under the schedule for the rulemaking process, the earliest a hearing on the issue can be held is January 2007.

Commission Action

At its meeting on October 19 in Lakewood, the Commission:

• Renewed the retail licenses of The Eureka! Ltd., The Famous Bonanza Casino Corp., Easy Street Casino and Riviera Black Hawk Casino

• Renewed the manufacturer/distributor license of NRT Technology Corp.

Casinos Harvest Bountiful AGP

Colorado casinos harvested increased revenues in September. Gaming establishments statewide produced \$69.7 million in AGP in September, a 1.5 percent increase from \$68.7 million in AGP in August and a 9.6 percent jump from \$63.6 million in September 2005. Black Hawk's 21 casinos generated \$48.6 million in AGP in September; Cripple Creek's 19 casinos, \$14.0 million; and Central City's seven casinos, \$7.0 million, up 24.7 percent from \$5.6 million in September 2005. Casinos statewide paid \$8.3 million in gaming taxes in September.

MESSAGE FROM THE DIRECTOR

If you were to review the Gaming Commission agendas over the past few months, you would find a large number of disciplinary actions involving casino employees with support licenses. Most of these disciplinary actions involved either the failure to notify the Division of an arrest or the failure to remain current on government obligations.



Before we issue a support license badge, we require the licensee to sign a statement of understanding that clearly outlines the person's obligations as a licensee, including the regulatory requirement to notify the Division of any arrest, criminal charge or conviction with 10 days, and the responsibility to file state and federal tax returns and remain current on all tax, student loan, child support and other governmental obligations, including payment plans.

What many licensees fail to understand is that suitability is not a one-time assessment at the time of licensure, but a continuing obligation. Some licensees may not take this continuing obligation seriously, but the Division does. We have developed a system of tracking licensees who had issues at the time of application, especially those who we required to file tax returns or set up payment plays with governmental entities to take care of governmental obligations. We then run "mid-cycle" checks one year after they apply to ensure they are remaining current on these obligations. We also have a system in place with the Colorado Bureau of Investigation to receive notices when a licensee has been arrested in the state.

Taking disciplinary actions before the Commission takes a lot of resources. When implementing the statement of understanding years ago, we hoped that clearly stating a licensee's responsibilities and the consequences for not upholding these responsibilities would greatly reduce the need for these types of disciplinary actions. Unfortunately, that increasingly is not the case. Support employees may not always listen to the Division, but they may listen to their employers. That's why I'm asking the casino industry to reinforce the message that suitability is a continual responsibility, because this issue not only affects individual licensees, the Division and the Commission, it affects the entire industry as well.

—Ron Kammerzell

COLORADO STATE GAMING STATISTICS

CRIPPLE CREEK GAMING STATISTICS

1¢ SLOTS Coins in Agp Avg Daily Agp Hold %	September 2006 5,990 277,595,630.16 25,158,710.88 142.63 9.06%	6,003 269,989,084.35	4,094	Tax Year To Date 17,825 836,795,816.05 75,089,386.47 138.63 8.97%	1¢ Slots Coins in Agp Avg Daily Agp Hold %	September 2006 1,351 52,519,490.00 4,165,493.63 102.78 7.93%	1,336 49,998,626.22	September 2005 1,082 41,686,896.12 3,247,929.34 100.06 7.79%	Tax Year To Date 4,016 159,857,592.53 12,755,802.73 104.27 7.98%
5¢ SLOTS	2,485	2,589	3,403	7,652	5¢ SLOTS	722	747	1,026	2,228
COINS IN	98,738,006.56	100,428,210.84	133,940,697.63	309,740,942.02	Coins in	21,526,163.00	21,815,384.80	31,356,392.18	67,449,107.95
AGP	6,676,908.65	6,764,337.13	9,297,774.79	20,871,249.08	Agp	1,448,196.89	1,468,077.77	2,121,575.80	4,505,698.72
AVG DAILY AGP	91.25	84.28	91.07	89.76	Avg Daily Agp	66.86	63.40	68.93	66.39
HOLD %	6.76%	6.74%	6.94%	6.74%	Hold %	6.73%	6.73%	6.77%	6.68%
25¢ SLOTS	3,327	3,358	3,734	10,107	25¢ SLOTS	937	938	1,065	2,820
COINS IN	217,760,278.48	220,729,344.29	248,427,927.80	684,894,344.64	Coins in	47,898,889.75	47,564,322.00	54,782,693.30	149,367,130.00
AGP	11,352,902.94	11,395,950.98	12,237,435.38	35,525,290.14	Agp	2,320,956.07	2,355,767.98	2,683,805.96	7,452,540.18
AVG DAILY AGP	115.88	109.47	109.24	115.67	Avg Daily Agp	82.57	81.02	84.00	86.75
HOLD %	5.21%	5.16%	4.93%	5.19%	Hold %	4.85%	4.95%	4.90%	4.99%
\$1 SLOTS	2,608	2,640	2,787	7,905	\$1 SLOTS	872	855	865	2,574
COINS IN	264,700,794.65	267,401,172.60	286,332,500.64	827,422,862.39	COINS IN	68,563,013.00	66,640,935.00	67,629,775.00	209,587,090.00
AGP	13,210,931.45	12,994,637.19	13,280,367.07	40,267,974.99	AGP	3,408,602.17	3,164,102.72	3,142,932.90	10,018,846.85
AVG DAILY AGP	172.02	158.78	158.84	167.63	AVG DAILY AGP	130.30	119.38	121.11	127.77
HOLD %	4.99%	4.86%	4.64%	4.87%	HOLD %	4.97%	4.75%	4.65%	4.78%
\$5 SLOTS COINS IN AGP AVG DAILY AGP HOLD %	260 43,064,710.00 1,934,101.61 252.62 4.49%	266 47,747,870.00 2,056,679.36 249.42 4.31%	290 46,531,750.00 2,185,633.75 251.22 4.70%	804 139,313,345.00 6,424,404.32 262.95 4.61%	Coins in Agp Avg Daily Agp	43 5,749,480.00 359,478.45 278.67 6.25%	50 7,122,830.00 245,450.00 158.35 3.45%	66 5,098,875.00 283,767.00 143.32 5.57%	146 19,997,200.00 954,857.88 214.69 4.77%
	2,415 154,691,481.23 8,976,402.79 126.23 5.80%	2,407 152,739,256.01 9,033,505.88 121.06 5.91%	1,822 115,699,253.16 7,042,380.08 128.84 6.09%	7,145 463,452,463.99 27,029,366.07 124.49 5.83%	OTHER SLOTS* COINS IN AGP AVG DAILY AGP HOLD %	1,937,378.84	796 31,874,971.41 1,904,540.57 77.18 5.98%	610 23,918,132.02 1,504,425.61 82.21 6.29%	2,387 100,886,257.07 5,903,381.70 81.18 5.85%
BJ TABLES	76	73	79	225	BJ TABLES	23	17	16	57
BJ DROP	3,337,050.35	3,459,654.85	3,480,333.10	10,666,153.65	BJ DROP	523,287.75	520,768.75	603,901.50	1,675,159.50
AGP	652,079.36	651,730.10	674,525.10	1,993,564.66	AGP	97,114.25	98,775.75	106,678.50	313,838.50
AVG DAILY AGP	291.37	287.99	284.61	291.57	AVG DAILY AGP	140.75	187.43	222.25	180.74
HOLD %	19.54%	18.84%	19.38%	18.69%	HOLD %	18.56%	18.97%	17.66%	18.73%
Poker Tables	151	152	120	455	Poker Tables	28	30	26	88
Poker Drop	2,784,296.75	2,787,495.80	2,582,262.75	8,576,011.05	Poker Drop	303,973.50	325,924.00	277,236.00	1,009,135.00
Agp	1,797,135.76	1,831,028.78	1,672,621.15	5,567,645.14	Agp	289,463.50	279,388.00	280,557.50	918,890.00
Avg Daily Agp	404.17	388.59	464.62	402.68	Avg Daily Agp	344.60	300.42	359.69	342.77
Hold %	17.76%	20.00%	19.43%	18.36%	Hold %	22.28%	20.48%	18.97%	21.66%
TOTAL AGP GAMING TAXES # OF CASINOS AVG. DAYS OPEI *10c, 50c, \$2 a	69,778,902.62 8,381,894.10 47 N 29.45 nd Multi-Denomin	68,765,250.31 5,983,904.56 47 31.00 ation Slots	63,649,504.69 7,326,778.05 46 30.00	212,791,986.12 16,311,221.48 47 30.39	TOTAL AGP GAMING TAXES # OF CASINOS AVG. DAYS OPE *10¢, 50¢, \$2 a	14,026,683.80 433,831.40 19 N 30.00 and Multi-Denomina	13,474,063.12 160,342.45 19 31.00 ation Slots	13,371,672.61 392,609.13 19 30.00	42,823,856.56 646,165.45 19 30.46

BLACK HAWK GAMING STATISTICS

CENTRAL CITY GAMING STATISTICS

1¢ SLOTS Coins in Agp AVG Daily Agp Hold %	September 2006 3,824 188,269,155.95 17,834,805.68 155.46 9.47%	3,742	2,392 132,107,488.70	Tax Year To Date 11,219 560,733,921.30 52,628,951.93 153.92 9.39%	1¢ Slots Coins in Agp Avg Daily Agp Hold %	September 2006 815 36,806,984.21 3,158,411.57 147.43 8.58%	925 38,468,469.12	September 2005 620 22,065,986.20 1,741,272.11 93.62 7.89%	Tax Year To Date 2,590 116,204,302.22 9,704,631.81 125.60 8.35%
5¢ SLOTS COINS IN AGP AVG DAILY AGP HOLD %	1,370 68,939,447.78 4,633,303.40 112.73 6.72%	1,415 68,789,950.95 4,649,845.84 106.00 6.76%	1,922 91,959,935.10 6,416,562.27 111.28 6.98%	4,216 214,080,497.60 14,425,808.47 112.27 6.74%	COINS IN AGP AVG DAILY AGP	393 8,272,395.78 595,408.36 57.64 7.20%	9,822,875.09 646,413.52 48.83	455 10,624,370.35 759,636.72 55.65 7.15%	1,208 28,211,336.47 1,939,741.89 53.83 6.88%
25¢ SLOTS Coins In Agp Avg Daily Agp Hold %	1,861 146,454,108.65 7,793,936.62 139.60 5.32%	1,894 147,074,596.25 7,704,742.26 131.22 5.24%	2,171 169,984,106.50 8,290,896.07 127.30 4.88%	5,746 459,475,106.48 24,072,081.05 137.46 5.24%	25¢ SLOTS Coins in Agp Avg Daily Agp Hold %	529 23,407,280.08 1,238,010.25 89.03 5.29%	526 26,090,426.04 1,335,440.74 81.90 5.12%	498 23,661,128.00 1,262,733.35 84.52 5.34%	1,541 76,052,108.16 4,000,668.91 87.03 5.26%
	1,389 169,865,928.65 8,551,338.39 205.22 5.03%	1,434 173,188,986.60 8,577,544.40 192.95 4.95%	1,611 194,034,900.64 9,028,730.54 186.81 4.65%	4,322 536,691,529.93 26,508,602.39 201.25 4.94%	Coins in Agp Avg Daily Agp	347 26,271,853.00 1,250,990.89 137.15 4.76%	351 27,571,251.00 1,252,990.07 115.15 4.54%	311 24,667,825.00 1,108,703.63 118.83 4.49%	1,009 81,144,242.46 3,740,525.75 124.27 4.61%
	197 35,708,090.00 1,489,778.16 252.08 4.17%	196 38,523,590.00 1,763,240.36 290.20 4.58%	204 39,643,965.00 1,786,201.75 291.86 4.51%	598 113,488,325.00 5,252,457.44 288.20 4.63%	\$5 Slots Coins in Agp Avg Daily Agp	20 1,607,140.00 84,845.00 161.39 5.28%	20 2,101,450.00 47,989.00 77.40 2.28%	20 1,788,910.00 115,665.00 192.78 6.47%	60 5,827,820.00 217,089.00 121.29 3.73%
OTHER SLOTS* COINS IN AGP AVG DAILY AGP HOLD %	1,494 113,920,633.33 6,574,392.77 146.68 5.77%	1,455 112,221,388.67 6,636,524.58 147.14 5.91%	1,212 91,781,121.14 5,537,954.47 152.31 6.03%	4,322 336,183,052.26 19,631,642.05 149.04 5.84%	COINS IN AGP	124 8,263,821.11 464,631.18 142.55 5.62%	156 8,642,895.93 492,440.73 101.83 5.70%	0 0.00 0.00 0.00 0.00%	436 26,383,154.66 1,494,342.32 114.89 5.66%
BJ TABLES BJ DROP AGP AVG DAILY AGP HOLD %	42 2,464,911.35 500,073.35 396.88 20.29%	42 2,532,694.30 496,625.80 381.43 19.61%	54 2,631,203.10 530,976.85 327.76 20.18%	127 7,840,959.85 1,519,499.60 392.59 19.38%	BJ DROP AGP	11 348,851.25 54,891.76 189.84 15.74%	14 406,191.80 56,328.55 129.79 13.87%	9 245,228.50 36,869.75 136.55 15.03%	41 1,150,034.30 160,226.56 131.00 13.93%
Poker Tables Poker Drop Agp Avg Daily Agp Hold %	98 2,129,507.00 1,303,980.76 443.53 17.13%	98 2,146,545.55 1,360,069.53 447.69 19.92%	78 2,075,089.50 1,188,852.90 508.06 19.02%	293 6,571,591.80 4,059,260.64 454.59 17.69%	Poker Tables Poker Drop Agp Avg Daily Agp Hold %	25 350,816.25 203,691.50 309.97 17.66%	24 315,026.25 191,571.25 257.49 19.99%	16 229,937.25 203,210.75 423.36 23.62%	74 995,284.25 589,494.50 267.04 19.42%
TOTAL AGP GAMING TAXES # OF CASINOS AVG. DAYS OPE *10¢, 50¢, \$2 a	48,681,609.13 7,331,198.31 21 N 30.00 and Multi-Denomin	48,144,880.60 5,410,088.34 21 31.00 ation Slots	44,608,541.00 6,299,166.27 21 30.00	148,098,303.57 14,568,125.36 21 30.48	TOTAL AGP GAMING TAXES # OF CASINOS AVG. DAYS OPE *10¢, 50¢, \$2 a	7,070,609.69 616,864.39 7 N 26.29 and Multi-Denomina	7,146,306.59 413,473.77 7 31.00 ation Slots	5,669,291.08 635,002.65 6 30.00	21,869,825.99 1,096,930.67 7 29.83

SEPTEMBER AGP BY DEVICE

Statewide

<u>Device</u>	<u>Number</u>	AGP	Avg. Daily AGP/Device	Hold %
Slots	17,101	\$67,329,688	\$133.70	6.37%
Tables	227	\$2,449,215	\$366.41	18.73%
TOTAL	17,328	\$69,778,903	\$136.75	6.56%

Cripple Creek

Central Citv

<u>Device</u>	<u>Number</u>	AGP	Avg. Daily AGP/Device	Hold %
Slots	4,722	\$13,640,106	\$96.29	5.96%
Tables	51	\$386,578	\$252.67	19.93%
TOTAL	4,773	\$14,026,684	\$97.96	6.11%

Black Hawk

<u>Number</u>	AGP	Avg. Daily AGP/Device	<u>Hold %</u>	Device	<u>Number</u>	AGP	Avg. Daily AGP/Device	Hold %
10,135	\$46,877,555	\$154.18	6.48%	Slots	2,244	\$6,812,026	\$115.49	6.50%
140	\$1,804,054	\$429.54	18.83%	Tables	36	\$258,583	\$273.26	16.70%
10,275	\$48,681,609	\$157.93	6.69%	TOTAL	2,280	\$7,070,610	\$117.98	6.70%
	10,135 140	10,135 \$46,877,555 140 \$1,804,054	NumberAGPAGP/Device10,135\$46,877,555\$154.18140\$1,804,054\$429.54	NumberAGPAGP/DeviceHold %10,135\$46,877,555\$154.186.48%140\$1,804,054\$429.5418.83%	Number AGP AGP/Device Hold % Device 10,135 \$46,877,555 \$154.18 6.48% Slots 140 \$1,804,054 \$429.54 18.83% Tables	NumberAGPAGP/DeviceHold %DeviceNumber10,135\$46,877,555\$154.186.48%Slots2,244140\$1,804,054\$429.5418.83%Tables36	NumberAGPAGP/DeviceHold %DeviceNumberAGP10,135\$46,877,555\$154.186.48%Slots2,244\$6,812,026140\$1,804,054\$429.5418.83%Tables36\$258,583	Number AGP AGP/Device Hold % Device Number AGP AGP/Device 10,135 \$46,877,555 \$154.18 6.48% Slots 2,244 \$6,812,026 \$115.49 140 \$1,804,054 \$429.54 18.83% Tables 36 \$258,583 \$273.26

Average daily AGP per device is calculated by dividing the total AGP by the number of devices, further divided by the average number of days open for all establishments open in September. Hold percentage does not include player-banked poker tables.

GAMING+UPDATE

DATES TO REMEMBER

✓ November 10 • Veteran's Day, Division offices closed

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- ✓ November 15 October gaming tax returns due
- ✓ November 16 Gaming Commission meeting, Lakewood
- ✓ November 23 Thanksgiving Day, Division offices closed

NOVEMBER 2006

COLORADO DEPT OF REVENUE DIVISION OF GAMING 1881 PIERCE ST STE 112 LAKEWOOD CO 80214-1496