



2007 Annual Environmental Performance Report Form

Xanterra Parks & Resorts

Name of corporation

6312 South Fiddler's Green, Suite 600 North

Street address (U.S. corporate headquarters)

Street address (continued)

Greenwood Village, CO 80111

City/State/Zip code

Please give us information about your contact person for the
Performance Track Corporate Leader designation.

Name ___ Chris Lane _____

Title ___ Vice President, Environmental Affairs _____

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Company Website ___ www.xanterra.com _____

Annual Report #: 2nd

Membership Term: 1

Reporting Year: 2007

Section A

Your environmental performance goals.

Please summarize your company's progress toward its environmental performance goals, relative to the baseline year.

Part 1

First goal

1	Category:	Air emissions
	Indicator:	Total greenhouse gas (GHG) emissions
	Baseline quantity (2005):	73,554 tons (74,064 tons normalized to revenue)
	2006 quantity:	69,479 tons (66,824 tons normalized to revenue)
	2007 quantity:	73,430 tons (67,123 tons normalized to revenue)
	Goal quantity:	10% decrease (normalized to revenue or visitor nights)

These figures include on-site renewable energy generation as well as renewable energy certificates purchased.

- 2 Summarize how you achieved improvements for this indicator through 2006 or, if relevant, any circumstances that delayed progress.

Reductions were achieved through strategic conservation programs, wind power purchases, and on-site renewable energy systems. Xanterra continues to implement lighting retrofits, 57,000 since 2000. In 2007, the company continued these efforts by replacing 11,000 incandescent lamps in its Ohio properties with compact fluorescent lamps. The company installed a one-megawatt solar PV system in Death Valley in 2008. This system produces 2.2 million kWh per year and is reducing electricity usage at the resort by 70 percent during the day while also shaving peak demand (Note that this generation is not included in the 2007 figures). The company still uses biodiesel in boilers and recycles grease into biodiesel on a small scale. Strategic shutdowns have saved significant energy at all locations. Variable speed hood controls on restaurant exhaust fans at Mount Rushmore vary the energy usage during the 18-hour days, saving significant amounts of propane and electricity. More such hood controls will be installed at other locations in 2008.

Unfortunately, greenhouse gas emissions from 2006 to 2007 increased in absolute terms by 5.6 percent and increased 0.4 percent when normalized for revenue. This is due to many and varying reasons. These reasons include: additions of televisions and other electronic equipment (hair dryers, irons, coffee makers, etc.) at several properties to improve the quality of the rooms; an extraordinarily cold winter that required extreme increases in natural gas, fuel oil, and propane for heating; and the addition of Rocky Mountain National Park operations to the company's portfolio of properties.

Second goal

1	Category:	Waste landfilled
	Indicator:	Non-hazardous waste landfilled
	Baseline quantity (2005):	11,801,975 lbs

2006 quantity: 9,257,622 lbs (actual); 8,903,897 (normalized to revenues)
 Percentage diverted (2006): 39%
 2007 quantity (actual and normalized): 8,282,217 lbs (actual); 7,570,888 (normalized to revenue)
 Percentage diverted (2007): 41%
 Goal quantity: 33% of non-hazardous waste diverted from landfill –
 20% increase from baseline diversion rates (normalized to revenue or visitor nights)

	2005	2006	2007
Gross Diversion Rate (percent)	30	39	41
Waste to Landfill (lbs)	11,883,804	8,903,897	7,570,888
Gross Waste Diverted (recycled, composted, reused)	5,178,367	5,717,883	5,172,621
Diversion Rate Normalized for revenue	30	41	45

In 2007, Xanterra diverted 5,678,619 pounds of solid waste from the landfill for reuse, recycling, and composting. Xanterra generated 8,282,217 pounds. That is a 41 percent diversion rate. Since the baseline year of 2005, the diversion rate has increased from 30 to 41 percent, a 37 percent increase.

Note that these figures are for all Xanterra operations, not just PT member operations.

- Summarize how you achieved improvements for this indicator through 2006 or, if relevant, any circumstances that delayed progress.

There are literally countless ways that Xanterra has increased solid waste diversion over the years and in the last two years. Measures range from increasing composting at Zion and Mount Rushmore to requiring vendors to reduce packaging of products, from improving recycling processes through increased signage and receptacles to changing restaurant products and procedures that result in less waste. There is only one major change that can be identified that has affected the entire company diversion rate: continual annual improvements made to the composting process at Yellowstone. That commercial grade composter alone diverts more than half of Xanterra’s companywide total solid waste diversion, and each year this composter and the process of how and what it receives continues to improve significantly, resulting in drastic increases in waste diverted from the landfill.

Part 2

List your facilities that newly joined Performance Track or similar state performance-based programs in 2007.

As of the end of 2007, Xanterra Parks & Resorts had eight facilities in the Performance Track program. Xanterra’s Death Valley Furnace Creek joined in 2007. Rocky Mountain National Park joined Performance Track in 2008 and joined the Colorado Leadership program with CDPHE in 2007.

Section B

Your value chain environmental performance goals.

Please summarize your company's progress toward its value chain environmental performance goals, relative to the baseline year.

First goal

- Category: Upstream
Indicator: Product design
Baseline quantity (2005): \$2.59 million purchase of Sustainable Cuisine foods
2006 quantity: \$3.22 million
2007 quantity: \$4.18 million
Goal quantity: \$3 million purchase of Sustainable Cuisine foods
- Summarize how you achieved improvements for this indicator through 2006 or, if relevant, any circumstances that delayed progress.

Each Xanterra property has a mandate from the corporate office to purchase as much sustainable foods and beverages as is economically feasible. Xanterra includes local foods as sustainable in addition to organic, fair trade, or products otherwise certified sustainable or environmentally preferable by a third party. Improvements have occurred primarily because the market for sustainable food items has increased so dramatically.

<i>Total Food Purchases:</i>								
	2001	2002	2003	2004	2005	2006	2007	7-year
	Purchases (\$)	Purchases (\$)	Purchases (\$)	Purchases (\$)	Purchases (\$)	Purchases (\$)	Purchases (\$)	Total
Local	\$ 3,520.00	\$ 398,928.88	\$ 482,785.33	\$ 624,104.75	\$ 1,466,646.78	\$ 1,700,521.18	\$ 2,350,244.89	\$ 7,026,751.81
Other	\$ 19,245.00	\$ 125,290.17	\$ 457,977.83	\$ 708,748.06	\$ 906,101.58	\$ 1,229,780.69	\$ 1,504,699.42	\$ 4,951,842.76
Total Sustainable	\$ 22,765.00	\$ 524,219.05	\$ 940,763.16	\$ 1,332,852.81	\$ 2,372,748.36	\$ 2,930,301.87	\$ 3,854,944.31	\$ 11,978,594.56
<i>Beverage Purchases:</i>								
Total Sustainable	\$ -	\$ -	\$ 2,875.00	\$ 79,536.00	\$ 222,147.22	\$ 293,167.44	\$ 328,020.52	\$ 925,746.18
Total Sust. Purchases:	\$ 22,765.00	\$ 524,219.05	\$ 943,638.16	\$ 1,412,388.81	\$ 2,594,895.58	\$ 3,223,469.31	\$ 4,182,964.83	\$ 12,904,340.74
\$Δ Previous Year		\$ 501,454.05	\$ 419,419.11	\$ 468,750.65	\$ 1,182,506.77	\$ 628,573.73	\$ 959,495.52	
%Δ Previous Year		2302.74%	80.01%	49.67%	83.72%	24.22%	29.77%	
\$Δ 2004 - 2007					\$ 1,182,506.77	\$ 1,811,080.49	\$ 2,770,576.02	
%Δ 2004 - 2007					83.72%	128.23%	196.16%	

Total F&B Purchases:	\$0.00	\$0.00	\$24,666,668.00	\$25,231,073.00	\$25,551,910.00	\$27,527,321.00	\$30,496,730.00	\$133,473,702.00
\$ Sustainable			3.83%	5.60%	10.16%	11.71%	13.72%	9.67%

Second goal

- 1 Category: Material procurement
Indicator: Environmentally-preferable products purchased – primarily retail
Baseline quantity (2005): \$2,313,177
2006 quantity: \$2,592,436
2007 quantity: \$3,528,896
Goal quantity: \$2,775,812 (20 percent increase above 2005 baseline in number of environmentally-preferable products purchased)

Environmentally Preferable Retail Sales

2005	2006	2007
\$2,313,177	\$2,592,436	\$3,528,896

- 2 Summarize how you achieved improvements for this indicator through 2006 or, if relevant, any circumstances that delayed progress.

Xanterra increased EPP retail sales by \$1,215,000 from 2005 to 2007, a 34 percent increase in two years.

Each Xanterra retail operation and the corporate buyers have been trained on what an environmentally-preferable product is. At Xanterra, these are typically products that contain post-consumer recycled content; are locally produced, purchased, and sold; or have a third-party environmental certification. Xanterra also strives to purchase products made in America; however, these are not necessarily included in these figures unless the product additionally meets the other criteria.

Figures above do not include sustainable cuisine purchased, nor do they include sustainable equipment and capital items such as lighting (CFLs), energy controls, environmentally-preferable vehicles and technologies such as solar systems, etc.

Improvements in purchasing environmentally-preferable products are attributed primarily to the increase in availability of such products in the marketplace.

Section C

On behalf of Xanterra Parks & Resorts, Inc.
[my company],

I certify that:

I have read and agree to the terms and conditions for Membership as a Performance Track Corporate Leader, as specified in the *Performance Track Corporate Leader Guide* and in the *Application Instructions*. The company, to the best of my knowledge, continues to meet the program criteria.

I have personally examined and am familiar with the information contained in this Annual Report. The information contained in this Report is, to the best of my knowledge and based on reasonable inquiry, true, accurate, and complete.

I agree that EPA's decision whether to accept companies into or remove them from the Performance Track Corporate Leader designation is wholly discretionary, and I waive any right to challenge EPA's acceptance or removal decision. I also understand that my company's membership in the program will not be considered to be legally relevant in any enforcement proceedings for violations of environmental requirements.

I am a senior executive of the company to whom the environmental function reports and am fully authorized to execute this statement on behalf of the company applying for the Performance Track Corporate Leader designation.

Signature / Date	_____
Printed Name / Title	<u>Chris R. Lane, Vice President, Environmental Affairs</u>
Phone Number / E-mail	<u>303-600-3409</u>
Company Name	<u>Xanterra Parks & Resorts, Inc.</u>
Company Street Address	<u>6312 South Fiddler's Green Circle, Suite 600 North</u>
City / State / Zip Code	<u>Greenwood Village, CO 80111</u>

The National Environmental Performance Track is a U.S. Environmental Protection Agency program. Please direct inquiries to Dan Fiorino, 202-566-2869, or e-mail fiorino.dan@epa.gov.

To submit your membership application:

- 1) E-mail the completed form to fiorino.dan@epa.gov,
- and
- 2) Fax the completed and signed participation statement (not the entire form) to 202-566-2985.

If you cannot e-mail the membership application, mail a hard copy of the entire completed form to:

Dan Fiorino
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