

Audit Committee

Minutes
Of Special Meeting

Held on
April 10, 2012 at 12:00 p.m.

at
Connecticut Lottery Corporation
777 Brook Street
Rocky Hill, Connecticut

Board Members: Martin Stauffer, Chairman of the Audit Committee; Frank Farricker, Chairman of the Board; Gale Mattison, Vice Chairman of the Board; Patrick Birney; Robert Dakers; and Michael Thompson (by teleconference).

Absent: Steven Bafundo.

CLC Staff Members: Anne M. Noble, President & CEO; Chelsea Turner; Lana Glovach; Michael Hunter; Paul Granato; and Helen Duffy.

Call to Order: Mr. Stauffer called the meeting to order at 12:17 p.m.

I. Approval of Minutes:

On motion made by Mr. Birney, seconded by Mr. Farricker, and unanimously approved, it was:

“Resolved, That the minutes of the January 10, 2012 Audit Committee meeting are approved.”

II. Executive Session:

At 12:20 p.m., Mr. Stauffer proposed a motion to enter into Executive Session to discuss Attorney/Client Communications concerning the following:

- Review of Correspondence Re: CLC Purchasing Policy;
- Review of Correspondence Re: CLC Rules of Operation;
- Pending Contract and Review of Draft Proposals and Correspondence.

On motion made by Mr. Birney, seconded by Mr. Dakers, and unanimously approved, the Audit Committee entered into Executive Session. Ms. Noble, Ms. Turner and Ms. Glovach were invited to attend the Executive Session.

Mr. Farricker left the meeting at 1:10 p.m.

At 1:40 p.m., the Audit Committee reconvened in regular session. Mr. Stauffer stated that no actions nor votes had taken place during the Executive Session.

III. Report and Possible Action Re: CLC Purchasing Policy:

Mr. Stauffer reported that no decision nor vote had been made concerning the CLC Purchasing Policy during the Executive Session discussion. He noted that Lottery management consider certain suggestions to the proposed Policy and then bring it back to the Committee for further review. Because of this, the Committee determined it would not report on the proposed Policy changes at the April 12, 2012 Board of Directors meeting and suggested that the Board agenda item for that date be tabled.

IV. Report and Possible Action Re: CLC Rules of Operation:

Mr. Stauffer reported that the Audit Committee had reviewed proposed changes to the CLC Rules of Operation. Mr. Stauffer then requested a motion. On motion made by Mr. Dakers, seconded by Mr. Thompson, and unanimously approved, it was:

“Resolved, That based upon Management’s recommendation, the Audit Committee recommends deleting Section 3(i) of the current Rules of Operation and will recommend deleting Section 3(i) to the Board of Directors. Such deletion will be subject to DCP approval.”

V. Old Business:

Ms. Noble reported that she would provide an overview of L-3, Walker Digital and other claims at the next Audit Committee meeting. She also reported that the Lottery would be meeting with the CT Department of Consumer Protection to discuss partial ticket packs.

VI. New Business:

None.

VII. Adjournment:

On motion made by Mr. Birney, seconded by Mr. Dakers, and unanimously approved, the meeting was adjourned at 1:45 p.m.

Respectfully submitted,

By: Anne M. Noble
President & CEO
Connecticut Lottery Corporation