

Audit Committee

Special Meeting

September 8, 2010

9:30 a.m.

held at the

Connecticut Lottery Corporation
777 Brook Street
Rocky Hill, Connecticut

Board Members: Martin Stauffer, Chairman of the Audit Committee; Wendy Kingsbury, Steven Bafundo, John Paul, Chairman of the Board; and Gale Mattison, Vice Chairman of the Board; and Patrick Birney, who participated via telephone conference call.

Staff Members: Anne M. Noble, President & CEO; Barbara Porto and John Ramadei

Visitors: David Milkosky, Louis Roberts and Johan Laver, representatives of Ernst & Young, LLP – Certified Public Accountants (E&Y)

Call to Order: Chairman Stauffer called the meeting to order at 9:35 a.m.

I. Approval of Minutes:

On a motion made by Mr. Mattison, seconded by Mr. Bafundo, and unanimously approved, it was “Resolved, that the Minutes of the July 22, 2010 meeting be approved.”

II. Executive Session – Review of Draft E&Y Audit Report for Fiscal Year 2010, L-3 Network Security Assessment:

Chairman Stauffer stated that the next item for consideration concerned an executive session for discussions on two matters: the draft audit report for fiscal 2010; and an update on the L-3 Network Security Assessment. Ms. Noble, Ms. Porto and Mr. Ramadei were invited to join the Committee for the Executive Session.

Mr. Bafundo made a motion at 9:40 a.m. to move into Executive Session to discuss these matters. The motion was seconded by Mr. Paul and unanimously approved.

At 9:50 a.m., Messrs. Milkosky, Roberts and Laver of E&Y were invited into the meeting to present their draft report. Mr. Laver left the meeting at 10:05 a.m. following the completion of his portion of the report presentation.

At 10:15 a.m. Ms. Kingsbury left the meeting due to another commitment.

At 10:25 a.m. Ms. Noble, Ms. Porto and Mr. Ramadei left the meeting to allow the auditors an opportunity to discuss any issues with the Committee that required further explanation or communication.

At 10:30 a.m. Ms. Noble, Ms. Porto and Mr. Ramadei returned to the meeting and Messrs. Milkosky and Roberts concluded their report and left the meeting.

At 10:41 a.m. the Executive Session ended and the Committee returned to regular session. Chairman Stauffer stated that no actions or votes had taken place during Executive Session.

III. Old Business –Purchasing Policy:

Ms. Noble reported that the revised Purchasing Policy had been approved by the Audit Committee at the last meeting and that a public hearing was scheduled for September 10, 2010. If the public hearing proceeds as expected, the revised Purchasing Policy will be included for presentation to the full Board at the September 14, 2010 meeting.

IV. New Business:

None.

V. Adjournment:

On a motion made by Mr. Bafundo, seconded by Mr. Paul, and unanimously approved, the meeting was adjourned at 10:50 a.m.

Respectfully submitted,

By: John A. Ramadei
Chief Financial Officer
Connecticut Lottery Corporation